

UMZINYATHI DISTRICT MUNICIPALITY

2019/2020

BUDGET

Table of Contents

1. PURPOSE	2
2. BACKGROUND	2
3. BUDGET REPORT	2
3.1 MAYOR'S REPORT.....	2
3.2 RESOLUTIONS.....	3
3.3 EXECUTIVE SUMMARY	4
3.4 ANNUAL BUDGET TABLES	6
3.5 OVERVIEW OF ANNUAL BUDGET PROCESS.....	18
3.6 OVERVIEW OF ALIGNMENT OF ANNUAL BUDGET WITH INTEGRATED DEVELOPMENT PLAN	18
3.7 OVERVIEW OF BUDGET RELATED POLICIES.....	18
3.8 LEGISLATIVE COMPLIANCE STATUS.....	18
3.9 ANNUAL BUDGET CHARTS.....	19
3.10 OVERVIEW TO BUDGET FUNDING	21
3.11 EXPENDITURE ON ALLOCATIONS AND GRANT PROGRAMMES	22
3.12 ALLOCATIONS OR GRANTS MADE BY THE MUNICIPALITY	22
3.13 COUNCILLORS ALLOWANCES AND EMPLOYEE BENEFITS	23
3.14 MEASURABLE MONTHLY PERFORMANCE OBJECTIVES AND INDICATORS FOR REVENUE, EXPENDITURE AND CASH FLOW ..	24
3.15 CAPITAL EXPENDITURE DETAILS.....	28
3.16 OVERVIEW OF BUDGET ASSUMPTIONS	30
3.17 OTHER SUPPORTING DOCUMENTS.....	39
3.18 RECOMMENDATIONS	41
3.19 MUNICIPAL MANAGER'S QUALITY CERTIFICATION	42

UMzinyathi District Municipality

BUDGET 2019/2020

1. Purpose

The purpose of the item is to present to the Council the Budget for 2019/20-2021/22 MTREF Period in terms of section 16(2) of the Local Government: Municipal Finance Management Act, 2003 and section 9 of the MBRR.

2. Background

In the preparation for the 2019/20 MTREF budget it is ensured that budget is aligned with IDP and considered the MFMA circular no. 51,54,55,58,66,67,70,72,74,75,78,79, 86,91,93 and 94 which provides guidelines on the budget preparation. During the preparation of the budget the following economic highlights were taken into consideration.

3. Budget Report

3.1 Mayor's report

Revenue

The municipality has anticipated to obtain R739.9 million from operating, capital grants and other revenue (as listed below for the 2019/2020 financial year), the municipality is grant dependent as 87% of the income comes from grants and only 13% is generated by the municipality. The municipality plans to ensure the collection of revenues, by ensuring that the municipal billing systems are accurate, sending out accounts to residents as well as imposing restrictions on non-paying consumers and following up to collect revenues owed as well as payment arrangement agreements.

Expenditure

The expenditure trends indicate that at the end of the year the total operating expenditure will be R453 million excluding internally funded capital expenditure. The capital outlay funded from operational budget is R20.5 million which includes an amount of R3 million for Drought relief programme continuation of the project, R3 million for procurement of security access control system and an amount of R1.5 million for procurement of official fire equipment and office trade of tools as well as office furniture and equipment to the budget amount of R2 million as well as Municipal purchasing of operational vehicles with some being specialised vehicles with budget of R11 million.



The employee related cost is budgeted R147.5 million and council remuneration is budgeted R5.7 million.

The total budget for general expenses is R48.2 million for the 2019/2020 financial year.

The total budget for repairs and maintenance is R176.9 million which is estimated to be 8% of the carrying value of the municipal Property, plant and equipment.

The Budget has been prepared in line with guidelines of Municipal Finance Management Act.

Grants

Below is the allocated budget for grants as per the Division of Revenue bill 2019.

Operating Grants	Capital Grants
Equitable share R353,478,000	MIG R188,488,000
EPWP R4,624,000	WSIG R68,374,000
FMG R1,785,000	RBIG R20,000,000
SSDPSG RS00 000	RRAMS R2,415,000
SDFS R1 000 000	
CAD R1 000 000	

Mayoral recommendations

That the municipal council approves the budget.

That the municipal council approves the service delivery targets and performance indicators in the service delivery and budget and implementation plan if applicable.

3.2 Resolutions

The municipal council resolved on the recommendations presented on the budget for 2019/2020 in terms of Section 16(2) of the MFMA.

3.3 Executive summary

Budget Summary 2018/2019 to 2021/2022

	Original Budget 2019/2020	Original Budget 2020/2021	Original Budget 2021/2022
REVENUE			
Operating Grants	362,387,000	386,946,000	421,391,000
Other Income	98,266,749	102,214,481	109,880,568
Capital Grants	279,277,000	293,850,000	293,190,000
Total Revenue	739,930,749	783,010,481	824,461,568
EXPENDITURE			
Employee related costs	147,479,845	157,950,915	169,797,233
Remuneration of councillors	5,697,101	6,101,595	6,559,215
Bulk Purchases	19,632,800	21,026,729	22,603,733
Other Materials	63,690,066	68,212,061	73,327,966
Contract services	110,991,824	118,872,244	127,787,662
Debt Impairment	13,450,786	14,405,791	15,486,226
Depreciation	44,147,630	47,282,112	50,828,270
General Expenditure	48,176,874	51,597,432	55,467,239
Internal Capital Expenditure	20,500,000	21,955,500	23,602,163
Capital grant expenditure	279,277,000	293,850,000	293,190,000
Total Expenditure	753,043,926	801,254,378	838,649,706
Surplus / (Deficit)	13,113,177	-18,243,897	-14,188,148

Total by Departmental Vote	Original Budget 2019/2020	Original Budget 2019/2020	Original Budget 2019/2020
Council Vote	9,594,820	10,276,052	11,046,756
MM Office Vote	49,548,212	53,066,135	57,046,095
Budget & Treasury Office Vote	42,740,683	45,775,271	49,208,416
Corporate Service Vote	17,743,402	19,003,183	20,428,422
Water and Infrastructure development Vote	562,750,897	597,450,543	619,560,584
Planning & Economic Development Vote	36,707,870	39,314,129	42,262,689
Community Service Vote	33,958,043	36,369,064	39,096,744
Total Municipal Budget	753,043,926	801,254,378	838,649,706

Repairs and Maintenance			
Operations		Repairs	
Security	8,169,452	Fittings & Materials	8,000,000
Chemicals	5,346,112	Electrical Specialist	11,677,715
Electricity	38,412,000	Mechanical Specialist	5,457,882
Bulk purchases	19,632,800	Asset Repairs Plan	8,127,854
Fuel and oil (Generators) & Servicing costs	3,500,000	Vehicle repairs	533,500
Water Laboratory Fees	691,416	R&M: Sanitation	3,028,658
Labour costs (Purifiers)	10,670,000	Fuel & oil (R & M)	1,707,435
Protective Plant Equipment/Clothing	1,966,908		
Occupational health cost	320,100		
Water tanker hire	18,734,322		
Total	107,443,110	Total	38,533,045

Community Social Development Programmes	Budget	Budget	Budget
	2019/2020	2020/2021	2021/2022
Youth Social Development Programmes	7,069,010	7,570,910	8,138,728
Mayoral Social programmes	3,500,000	3,748,500	4,029,638
Women Social Programmes	2,671,977	2,861,687	3,076,314
Traditional and indigenous programmes	1,191,800	1,276,418	1,372,149
Social Public Elderly Programmes	937,510	1,004,073	1,079,379
Social HIV/ AIDS Programmes	915,202	980,181	1,053,695
Public consultation Programmes	726,712	778,309	836,682
Social Rural Horse Programmes	510,975	547,254	588,298
Social Disability programmes	505,000	540,855	581,419
Total	18,028,186	19,308,187	20,756,301



3.4 Annual budget tables

The following annual budget table schedules are attached:

Table A1 Budget Summary

Table A2 Budgeted Financial Performance (standard classification)

Table A3 Budgeted Financial Performance (revenue and expenditure by municipal vote)

Table A4 Budgeted Financial Performance (revenue and expenditure)

Table A5 Budgeted Capital Expenditure by (municipal vote, standard classification and funding)

Table A6 Budgeted Financial Position

Table A7 Budgeted Cash Flow

Table A8 Cashed backed reserves/ accumulated surplus reconciliation

Table A9 Asset Management

Table A10 Basic Service delivery measurement

DC24 Umzinyathi - Table A1 Budget Summary

Description	2015/16	2016/17	2017/18	Current Year 2018/19				2019/20 Medium Term Revenue & Expenditure Framework		
	R thousands Audited Outcome	R thousands Audited Outcome	R thousands Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22
Financial Performance										
Property rates	-	-	-	-	-	-	-	-	-	-
Service charges	40,557	44,107	59,365	68,109	60,509	-	-	64,950	65,543	71,534
Investment revenue	8,008	12,921	16,034	14,509	14,509	-	-	17,000	18,207	19,573
Transfers recognised - operational	335,925	288,788	295,615	331,936	331,799	-	-	362,585	387,158	421,819
Other own revenue	20,081	13,892	16,880	13,850	14,115	-	-	18,108	17,252	18,545
Total Revenue (excluding capital transfers and contributions)	404,571	359,687	388,794	428,405	420,932	-	-	460,654	469,160	531,272
Employee costs	112,560	113,169	128,360	158,814	137,157	-	-	153,743	164,559	176,644
Remuneration of councillors	4,246	3,242	5,260	4,853	5,171	-	-	5,507	5,898	6,400
Depreciation & asset impairment	63,043	24,915	57,891	41,374	41,374	-	-	44,143	47,282	50,828
Finance charges	3,067	655	87	-	-	-	-	-	-	-
Materials and bulk purchases	11,367	14,336	16,090	75,044	91,797	-	-	47,081	50,402	54,182
Transfers and grants	-	-	-	-	-	-	-	820	669	723
Other expenditure	353,013	248,632	333,951	143,495	147,336	-	-	204,488	211,386	220,850
Total Expenditure	547,298	404,948	551,638	423,579	422,834	-	-	455,567	460,227	515,628
Surplus/(Deficit)	(142,725)	(45,261)	(162,844)	4,828	(1,903)	-	-	5,087	8,934	15,843
Transfers and subsidies - capital (monetary allocation)	370,907	332,983	303,531	281,785	281,765	-	-	279,277	293,850	293,190
Contributions recognised - capital & contributed assets	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	228,182	287,702	140,887	288,591	279,862	-	-	284,364	302,784	308,833
Share of surplus/ (deficit) of associate	-	-	(29,925)	-	-	-	-	-	-	-
Surplus/(Deficit) for the year	228,182	287,702	113,762	288,591	279,862	-	-	284,364	302,784	308,833
Capital expenditure & funds sources										
Capital expenditure	304,194	273,089	250,983	277,115	353,471	-	-	296,482	289,506	311,331
Transfers recognised - capital	297,377	261,347	240,318	272,541	308,234	-	-	272,882	279,224	300,263
Borrowing	-	-	-	-	-	-	-	-	-	-
Internally generated funds	6,817	11,742	10,665	4,574	45,237	-	-	23,600	10,282	11,068
Total sources of capital funds	304,194	273,089	250,983	277,115	353,471	-	-	296,482	289,506	311,331
Financial position										
Total current assets	136,919	181,435	260,294	98,127	(643,288)	-	-	491,842	521,250	526,784
Total non current assets	2,004,601	2,204,837	2,322,389	277,115	312,097	-	-	250,314	240,082	258,200
Total current liabilities	111,341	105,811	180,950	69,751	(613,378)	-	-	385,941	412,306	420,615
Total non current liabilities	90,718	88,413	87,812	26,500	2,691	-	-	-	-	-
Community wealth/Equity	1,938,461	2,182,048	2,265,971	278,930	279,862	-	-	346,015	349,028	366,389
Cash flows										
Net cash from (used) operating	389,185	274,823	427,545	327,339	323,700	-	-	342,962	344,858	348,022
Net cash from (used) investing	(282,542)	(258,246)	(344,885)	(277,115)	(353,471)	-	-	(298,482)	(290,238)	(298,104)
Net cash from (used) financing	(83,662)	(8,461)	(669)	-	-	-	-	-	-	-
Cash/cash equivalents at the year end	60,935	68,851	150,841	50,224	(9,894)	-	-	46,500	101,121	151,039
Cash backing/surplus reconciliation										
Cash and investments available	60,935	88,851	150,841	50,224	(689,924)	-	-	446,587	472,996	478,973
Application of cash and investments	68,179	56,163	138,232	30,828	(651,716)	-	-	359,021	371,703	377,018
Balance + surplus (shortfall)	(8,243)	12,688	12,609	19,368	(38,208)	-	-	87,566	101,293	99,954
Asset management										
Asset register summary (WDV)	304,194	257,421	250,983	277,115	-	-	-	250,314	240,082	258,200
Depreciation	63,043	24,915	67,074	41,374	-	-	-	44,148	47,282	50,828
Renewal and Upgrading of Existing Assets	-	-	-	42,280	-	-	-	8,000	7,576	8,048
Repairs and Maintenance	9,989	8,678	10,968	151,344	-	-	-	149,891	160,502	172,488
Free services										
Cost of Free Basic Services provided	-	-	-	-	-	-	-	45,217	45,217	45,685
Revenue cost of free services provided	-	-	-	-	-	-	-	-	-	-
Households below minimum service level										
Water:	3	28	23	16	16	16	15	15	13	13
Sanitation/sewage:	-	-	-	-	-	-	-	-	-	-
Energy:	-	-	-	-	-	-	-	-	-	-
Refuse:	-	-	-	-	-	-	-	-	-	-

DC24 Umzinyathi - Table A2 Budgeted Financial Performance (revenue and expenditure by functional classification)

Functional Classification Description	Ref	2015/16	2016/17	2017/18	Current Year 2018/19			2019/20 Medium Term Revenue & Expenditure Framework			
		R thousand	1	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2019/20	Budget Year +1 2020/21
Revenue - Functional											
Governance and administration		92,727	79,967	78,379	120,615	120,879	-	372,653	404,021	439,813	
Executive and council		54,485	23,387	23,322	25,443	25,443	-	-	-	-	
Finance and administration		38,242	56,579	55,058	95,172	95,436	-	372,653	404,021	439,813	
Internal audit		-	-	-	-	-	-	-	-	-	
Community and public safety		146	19	10	38,461	38,461	-	-	-	-	
Community and social services		146	19	10	38,461	38,461	-	-	-	-	
Sport and recreation		-	-	-	-	-	-	-	-	-	
Public safety		-	-	-	-	-	-	-	-	-	
Housing		-	-	-	-	-	-	-	-	-	
Health		-	-	-	-	-	-	-	-	-	
Economic and environmental services		1,818	6,775	263	18,309	18,436	-	-	-	-	
Planning and development		1,818	6,775	263	18,309	18,436	-	-	-	-	
Road transport		-	-	-	-	-	-	-	-	-	
Environmental protection		-	-	-	-	-	-	-	-	-	
Trading services		680,787	805,830	613,673	532,785	524,921	-	367,277	378,989	384,848	
Energy sources		-	-	-	-	-	-	-	-	-	
Water management		648,368	589,729	603,157	326,386	510,416	-	355,221	366,077	370,767	
Waste water management		32,419	16,161	10,516	206,399	14,505	-	12,057	12,813	13,881	
Waste management		-	-	-	-	-	-	-	-	-	
Other	4	-	-	-	-	-	-	-	-	-	
Total Revenue - Functional	2	775,478	892,650	692,325	710,170	702,637	-	739,931	783,010	824,462	
Expenditure - Functional											
Governance and administration		77,015	68,055	85,544	117,764	104,039	-	63,698	67,158	72,265	
Executive and council		12,919	10,326	13,205	25,651	21,237	-	22,441	22,973	24,788	
Finance and administration		64,096	57,729	72,339	92,113	82,852	-	41,258	44,185	47,477	
Internal audit		-	-	-	-	-	-	-	-	-	
Community and public safety		24,142	22,430	20,267	39,164	22,061	-	33,257	34,547	37,139	
Community and social services		24,142	22,430	20,267	39,164	22,061	-	33,257	34,547	37,139	
Sport and recreation		-	-	-	-	-	-	-	-	-	
Public safety		-	-	-	-	-	-	-	-	-	
Housing		-	-	-	-	-	-	-	-	-	
Health		-	-	-	-	-	-	-	-	-	
Economic and environmental services		13,740	13,157	12,200	18,200	16,604	-	10,086	10,771	11,527	
Planning and development		13,740	13,157	12,200	18,200	16,604	-	10,086	10,771	11,527	
Road transport		-	-	-	-	-	-	-	-	-	
Environmental protection		-	-	-	-	-	-	-	-	-	
Trading services		432,398	301,305	433,627	248,451	280,081	-	348,526	367,750	394,698	
Energy sources		-	-	-	-	-	-	-	-	-	
Water management		416,160	290,703	341,881	210,316	276,956	-	225,061	235,804	253,190	
Waste water management		16,239	10,603	91,746	38,135	3,125	-	123,465	131,945	141,508	
Waste management		-	-	-	-	-	-	-	-	-	
Other	4	-	-	-	-	-	-	-	-	-	
Total Expenditure - Functional	3	547,296	404,948	551,638	423,579	422,834	-	455,567	480,227	515,628	
Surplus/(Deficit) for the year		228,182	287,702	140,687	288,591	279,862	-	284,364	302,784	308,833	

DC24 Umgonyathi - Table A3 Budgeted Financial Performance (revenue and expenditure by municipal vote)

Vote Description R thousand	Ref	2015/16	2016/17	2017/18	Current Year 2018/19			2019/20 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22
Revenue by Vote	1									
Vote 1 - Mayor and Council		54,485	23,387	23,322	25,443	25,443	-	-	-	-
Vote 2 - Corporate Services-Admin		486	764	-	46,818	47,082	-	-	-	-
Vote 3 - Finance Admin		37,756	55,815	55,058	48,354	48,354	-	372,653	404,021	439,813
Vote 4 - Technical Service-Admin		32,419	16,161	10,516	206,399	14,505	-	12,057	12,913	13,881
Vote 5 - Municipal Manager		-	-	-	-	-	-	-	-	-
Vote 6 - Planning and Social Deva-Adm		1,818	6,775	263	18,309	18,436	-	-	-	-
Vote 7 - Community Services		146	19	10	38,461	38,461	-	-	-	-
Vote 8 - Bulk Water Services		648,368	589,729	603,157	326,386	510,416	-	355,221	366,077	370,767
Vote 9 - Null		-	-	-	-	-	-	-	-	-
Vote 10 - Null		-	-	-	-	-	-	-	-	-
Vote 11 - Null		-	-	-	-	-	-	-	-	-
Vote 12 - Null		-	-	-	-	-	-	-	-	-
Vote 13 - Null		-	-	-	-	-	-	-	-	-
Vote 14 - Null		-	-	-	-	-	-	-	-	-
Vote 15 - Null		-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	775,478	692,650	692,325	710,170	702,697	-	739,931	783,010	824,462
Expenditure by Vote to be appropriated	1									
Vote 1 - Mayor and Council		12,919	10,326	13,205	8,283	8,161	-	13,052	12,917	13,977
Vote 2 - Corporate Services-Admin		34,382	35,256	42,319	43,559	40,844	-	1,493	1,599	1,703
Vote 3 - Finance Admin		29,714	22,463	30,019	48,554	42,007	-	39,763	42,586	45,774
Vote 4 - Technical Service-Admin		16,239	10,603	91,746	38,135	3,125	-	123,465	131,945	141,508
Vote 5 - Municipal Manager		-	-	-	17,369	13,076	-	9,389	10,056	10,812
Vote 6 - Planning and Social Deva-Adm		13,740	13,157	12,200	18,200	16,604	-	10,086	10,771	11,527
Vote 7 - Community Services		24,142	22,430	20,267	39,164	22,061	-	33,257	34,547	37,139
Vote 8 - Bulk Water Services		416,160	290,703	341,881	210,316	276,956	-	225,061	235,804	253,190
Vote 9 - Null		-	-	-	-	-	-	-	-	-
Vote 10 - Null		-	-	-	-	-	-	-	-	-
Vote 11 - Null		-	-	-	-	-	-	-	-	-
Vote 12 - Null		-	-	-	-	-	-	-	-	-
Vote 13 - Null		-	-	-	-	-	-	-	-	-
Vote 14 - Null		-	-	-	-	-	-	-	-	-
Vote 15 - Null		-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	547,298	404,948	551,638	423,579	422,834	-	455,567	480,227	515,528
Surplus/(Deficit) for the year	2	228,182	287,702	140,687	286,591	279,862	-	284,364	302,784	308,833

DC24 Umzinyathi - Table A4 Budgeted Financial Performance (revenue and expenditure)

Description R thousand	Ref 1	2015/16	2016/17	2017/18	Current Year 2018/19				2019/20 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22
Revenue By Source											
Property rates	2	-	-	-	-	-	-	-	-	-	-
Service charges - electricity revenue	2	-	-	-	-	-	-	-	-	-	-
Service charges - water revenue	2	31,238	33,649	48,847	53,805	46,004	-	-	52,904	53,631	57,653
Service charges - sanitation revenue	2	9,319	10,457	10,517	14,505	14,505	-	-	12,057	12,913	13,881
Service charges - refuse revenue	2	-	-	-	-	-	-	-	-	-	-
Rental of facilities and equipment		473	468	411	549	549	-	-	586	627	675
Interest earned - external investments		8,008	12,921	16,934	14,509	14,509	-	-	17,000	18,207	19,573
Interest earned - outstanding debtors		19,332	11,557	14,117	13,281	13,281	-	-	15,500	16,600	17,846
Dividends received		-	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		-	-	-	-	-	-	-	-	-	-
Licences and permits		-	-	-	-	-	-	-	-	-	-
Agency services		-	-	-	-	-	-	-	-	-	-
Transfers and subsidies		335,925	288,768	295,615	331,936	331,799	-	-	362,585	387,158	421,619
Other revenue	2	276	1,867	1,887	21	285	-	-	22	24	25
Gains on disposal of PPE		-	-	466	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		404,571	359,687	388,794	428,405	420,932	-	-	460,654	439,160	531,272
Expenditure By Type											
Employee related costs	2	112,560	113,169	128,360	158,814	137,157	-	-	153,743	164,589	176,644
Remuneration of councillors		4,246	3,242	5,260	4,853	5,171	-	-	5,507	5,888	6,400
Debt impairment	3	30,932	19,875	72,772	12,606	12,606	-	-	13,451	14,406	15,486
Depreciation & asset impairment	2	63,043	24,915	67,891	41,374	41,374	-	-	44,148	47,282	50,828
Finance charges		3,057	655	87	-	-	-	-	-	-	-
Bulk purchases	2	11,357	14,336	16,090	18,400	18,400	-	-	19,633	21,027	22,604
Other materials	8	-	-	-	56,644	73,397	-	-	27,428	29,375	31,579
Contracted services		101,196	162,018	197,172	82,423	78,520	-	-	92,082	96,340	103,293
Transfers and subsidies		-	-	-	-	-	-	-	620	669	723
Other expenditure	4.5	220,891	66,738	64,007	48,466	56,210	-	-	98,956	100,640	108,071
Total Expenditure		547,296	404,948	551,638	423,579	422,834	-	-	455,567	489,227	515,628
Surplus/(Deficit)		(142,725)	(45,261)	(162,844)	4,826	(1,903)	-	-	5,087	8,934	15,643
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		370,907	332,963	303,531	281,765	281,765	-	-	279,277	293,850	293,190
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Transfers and subsidies - capital (in-klnd - all))	6	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		228,182	287,702	140,687	286,591	279,862	-	-	284,364	302,784	308,833
Taxation		-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation		228,182	287,702	140,687	286,591	279,862	-	-	284,364	302,784	308,833
Attributable to minorities		-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		228,182	287,702	140,687	286,591	279,862	-	-	284,364	302,784	308,833
Share of surplus/ (deficit) of associate	7	-	-	(26,925)	-	-	-	-	-	-	-
Surplus/(Deficit) for the year		228,182	287,702	113,762	286,591	279,862	-	-	284,364	302,784	308,833

DC24 Umzinyathi - Table A5 Budgeted Capital Expenditure by vote, functional classification and funding

Vote Description R thousand	Ref	2015/16	2016/17	2017/18	Current Year 2018/19			2019/20 Medium Term Revenue & Expenditure Framework			
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22
Capital expenditure - Vote											
Multi-year expenditure to be appropriated	2	-	-	-	-	-	-	-	-	-	
Vote 1 - Mayor and Council	-	-	-	-	-	-	-	-	-	-	
Vote 2 - Corporate Services-Admin	-	-	-	-	-	-	-	-	-	-	
Vote 3 - Finance Admin	-	-	-	-	-	-	-	-	-	-	
Vote 4 - Technical Service-Admin	-	-	-	-	-	-	-	-	-	-	
Vote 5 - Municipal Manager	-	-	-	-	-	-	-	-	-	-	
Vote 6 - Planning and Social Dev-e-Adm	-	-	-	-	-	-	-	-	-	-	
Vote 7 - Community Services	-	-	-	-	-	-	-	-	-	-	
Vote 8 - Bulk Water Services	-	-	-	-	-	-	-	-	-	-	
Vote 9 - Null	-	-	-	-	-	-	-	-	-	-	
Vote 10 - Null	-	-	-	-	-	-	-	-	-	-	
Vote 11 - Null	-	-	-	-	-	-	-	-	-	-	
Vote 12 - Null	-	-	-	-	-	-	-	-	-	-	
Vote 13 - Null	-	-	-	-	-	-	-	-	-	-	
Vote 14 - Null	-	-	-	-	-	-	-	-	-	-	
Vote 15 - Null	-	-	-	-	-	-	-	-	-	-	
Capital multi-year expenditure sub-total	7	-	-	-	-	-	-	-	-	-	
Single-year expenditure to be appropriated	2	-	-	-	-	-	-	-	-	-	
Vote 1 - Mayor and Council	-	-	-	-	-	-	-	-	-	-	
Vote 2 - Corporate Services-Admin	1,267	11,742	-	4,024	3,198	-	-	-	-	-	
Vote 3 - Finance Admin	-	-	4,195	150	1,650	-	-	12,300	1,392	1,497	
Vote 4 - Technical Service-Admin	-	-	32,633	55,541	39,188	-	-	37,107	37,000	89,438	
Vote 5 - Municipal Manager	-	-	-	-	-	-	-	2,900	3,106	3,364	
Vote 6 - Planning and Social Dev-e-Adm	-	-	-	200	334	-	-	750	803	863	
Vote 7 - Community Services	25,717	14,478	797	200	(0)	-	-	4,650	4,980	5,354	
Vote 8 - Bulk Water Services	277,210	246,869	213,358	217,000	309,102	-	-	238,755	242,224	210,826	
Vote 9 - Null	-	-	-	-	-	-	-	-	-	-	
Vote 10 - Null	-	-	-	-	-	-	-	-	-	-	
Vote 11 - Null	-	-	-	-	-	-	-	-	-	-	
Vote 12 - Null	-	-	-	-	-	-	-	-	-	-	
Vote 13 - Null	-	-	-	-	-	-	-	-	-	-	
Vote 14 - Null	-	-	-	-	-	-	-	-	-	-	
Vote 15 - Null	-	-	-	-	-	-	-	-	-	-	
Capital single-year expenditure sub-total	304,194	273,089	250,983	277,115	353,471	-	-	296,462	289,506	311,331	
Total Capital Expenditure - Vote	304,194	273,089	250,983	277,115	353,471	-	-	296,462	289,506	311,331	
Capital Expenditure - Functional											
Governance and administration	1,267	11,742	4,195	4,174	4,848	-	-	15,200	4,498	4,851	
Executive and council	-	-	-	-	-	-	-	2,900	3,106	3,354	
Finance and administration	1,267	11,742	4,195	4,174	4,848	-	-	12,300	1,392	1,497	
Internal audit	-	-	-	-	-	-	-	-	-	-	
Community and public safety	25,717	14,478	797	200	(0)	-	-	4,650	4,980	5,354	
Community and social services	25,717	14,478	797	200	(0)	-	-	4,650	4,980	5,354	
Sport and recreation	-	-	-	-	-	-	-	-	-	-	
Public safety	-	-	-	-	-	-	-	-	-	-	
Housing	-	-	-	-	-	-	-	-	-	-	
Health	-	-	-	-	-	-	-	-	-	-	
Economic and environmental services	-	-	-	200	334	-	-	750	803	863	
Planning and development	-	-	-	200	334	-	-	750	803	863	
Road transport	-	-	-	-	-	-	-	-	-	-	
Environmental protection	-	-	-	-	-	-	-	-	-	-	
Trading services	277,210	246,869	245,991	272,541	348,289	-	-	275,862	279,224	300,263	
Energy sources	-	-	-	-	-	-	-	-	-	-	
Water management	277,210	246,869	213,358	233,280	318,673	-	-	238,755	242,224	210,826	
Waste water management	-	-	32,633	39,261	29,617	-	-	37,107	37,000	89,438	
Waste management	-	-	-	-	-	-	-	-	-	-	
Other	-	-	-	-	-	-	-	-	-	-	
Total Capital Expenditure - Functional	3	304,194	273,089	250,983	277,115	353,471	-	-	296,462	289,506	311,331
Funded by:											
National Government	289,081	261,347	240,318	272,541	308,234	-	-	272,862	279,224	300,263	
Provincial Government	8,296	-	-	-	-	-	-	-	-	-	
District Municipality	-	-	-	-	-	-	-	-	-	-	
Other transfers and grants	-	-	-	-	-	-	-	-	-	-	
Transfers recognised - capital	4	297,377	261,347	240,318	272,541	308,234	-	-	272,862	279,224	300,263
Borrowing	6	-	-	-	-	-	-	-	-	-	
Internally generated funds	6,817	11,742	10,665	4,674	45,237	-	-	23,600	10,282	11,068	
Total Capital Funding	7	304,194	273,089	250,983	277,115	353,471	-	-	296,462	289,506	311,331

DC24 Umgonyathi - Table A6 Budgeted Financial Position

Description	Ref	2016/18	2016/17	2017/18	Current Year 2018/19				2019/20 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2019/20	+1 2020/21	+2 2021/22
R thousand											
ASSETS											
Current assets											
Cash		9,599	4,013	51,339	35,724	(778,406)	-	-	334,021	352,438	347,373
Call investment deposits	1	51,337	64,838	99,503	14,500	88,492	-	-	112,566	120,558	129,600
Consumer debtors	1	54,054	79,045	65,365	47,903	46,538	-	-	30,709	32,889	35,356
Other debtors		21,239	32,842	41,860	-	-	-	-	14,346	15,364	16,455
Current portion of long-term receivables		-	-	-	-	-	-	-	-	-	-
Inventory	2	691	697	1,228	-	-	-	-	-	-	-
Total current assets		135,919	181,435	260,294	98,127	(543,286)	-	-	491,642	521,250	528,784
Non current assets											
Long-term receivables		-	-	-	-	-	-	-	-	-	-
Investments		-	-	-	-	-	-	-	-	-	-
Investment property		895	848	817	-	-	-	-	-	-	-
Investment in Associate		335,636	295,229	268,304	-	-	-	-	-	-	-
Property, plant and equipment	3	55,878	82,408	84,400	277,115	310,597	-	-	250,314	240,082	258,200
Biological		-	-	-	-	-	-	-	-	-	-
Intangible		1,262	549	512	-	1,500	-	-	-	-	-
Other non-current assets		1,610,933	1,825,502	1,968,356	-	-	-	-	-	-	-
Total non current assets		2,004,601	2,204,837	2,322,389	277,115	312,097	-	-	250,314	240,082	258,200
TOTAL ASSETS		2,141,520	2,386,272	2,582,683	375,242	(331,189)	-	-	741,956	761,331	786,984
LIABILITIES											
Current liabilities											
Bank overdraft	1	-	-	-	-	-	-	-	-	-	-
Borrowing	4	9,565	1,104	-	-	-	-	-	-	-	-
Consumer deposits		452	467	459	-	-	-	-	480	514	553
Trade and other payables	4	101,284	104,239	186,448	69,751	(613,378)	-	-	395,461	411,792	420,062
Provisions		-	-	11,992	-	-	-	-	-	-	-
Total current liabilities		111,341	105,811	198,900	69,751	(613,378)	-	-	395,941	412,306	420,615
Non current liabilities											
Borrowing		65,220	64,191	64,191	-	-	-	-	-	-	-
Provisions		25,498	24,222	23,621	26,500	2,691	-	-	-	-	-
Total non current liabilities		90,718	88,413	87,812	26,500	2,691	-	-	-	-	-
TOTAL LIABILITIES		202,059	194,224	286,712	96,251	(610,687)	-	-	395,941	412,306	420,615
NET ASSETS	5	1,939,461	2,192,048	2,295,971	278,998	279,498	-	-	346,015	349,026	366,369
COMMUNITY WEALTH/EQUITY											
Accumulated Surplus/(Deficit)		1,241,027	1,493,613	1,597,536	278,990	363,835	-	-	346,015	349,026	366,369
Reserves	4	698,435	698,435	698,435	-	(73,973)	-	-	-	-	-
TOTAL COMMUNITY WEALTH/EQUITY	5	1,939,461	2,192,048	2,295,971	278,990	279,498	-	-	346,015	349,026	366,369

DC24 Umzinyathi - Table A7 Budgeted Cash Flows

Description R thousand	Ref	2015/16	2016/17	2017/18	Current Year 2018/19				2019/20 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22
CASH FLOW FROM OPERATING ACTIVITIES											
Receipts											
Property rates		—	—	—	—	—	—	—	—	—	—
Service charges		25,388	24,229	32,724	51,329	60,509	—	—	64,960	68,965	74,137
Other revenue		473	692	1,036	569	834	—	—	608	651	700
Government - operating	1	335,306	312,303	295,915	331,486	331,799	—	—	362,585	381,461	410,070
Government - capital	1	384,158	378,776	320,908	281,951	281,765	—	—	279,277	293,850	293,180
Interest		8,008	12,921	16,934	27,790	27,790	—	—	32,600	31,757	34,139
Dividends		—	—	—	—	—	—	—	—	—	—
Payments											
Suppliers and employees		(381,095)	(453,643)	(239,886)	(365,786)	(378,759)	—	—	(396,349)	(431,271)	(463,616)
Finance charges		(3,067)	(655)	(87)	—	—	—	—	—	—	—
Transfers and Grants	1	—	—	—	—	(137)	—	—	(620)	(557)	(589)
NET CASH FROM/(USED) OPERATING ACTIVITIES		369,165	274,623	427,545	327,339	323,790	—	—	342,962	344,856	348,022
CASH FLOWS FROM INVESTING ACTIVITIES											
Receipts											
Proceeds on disposal of PPE		1,485	364	466	—	—	—	—	—	—	—
Decrease (Increase) in non-current debtors		—	—	—	—	—	—	—	—	—	—
Decrease (increase) other non-current receivables		—	—	—	—	—	—	—	—	—	—
Decrease (increase) in non-current investments		—	—	—	—	—	—	—	—	—	—
Payments											
Capital assets		(284,027)	(258,610)	(345,351)	(277,115)	(353,471)	—	—	(295,462)	(290,236)	(298,104)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(282,542)	(258,246)	(344,885)	(277,115)	(353,471)	—	—	(295,462)	(290,235)	(298,104)
CASH FLOWS FROM FINANCING ACTIVITIES											
Receipts											
Short term loans		—	—	—	—	—	—	—	—	—	—
Borrowing long term/refinancing		—	—	—	—	—	—	—	—	—	—
Increase (decrease) in consumer deposits		—	—	—	—	—	—	—	—	—	—
Payments											
Repayment of borrowing		(83,662)	(8,461)	(669)	—	—	—	—	—	—	—
NET CASH FROM/(USED) FINANCING ACTIVITIES		(83,662)	(8,461)	(669)	—	—	—	—	—	—	—
NET INCREASE/ (DECREASE) IN CASH HELD		2,961	7,916	81,990	50,224	(29,681)	—	—	46,500	54,621	49,918
Cash/cash equivalents at the year begin:	2	57,974	60,935	68,851	25,000	19,785	—	—	46,500	46,500	101,121
Cash/cash equivalents at the year end:	2	60,935	68,851	150,841	75,224	(9,894)	—	—	46,500	101,121	151,039

DC24 Umzinyathi - Table A8 Cash backed reserves/accumulated surplus reconciliation

Description	Ref	2015/16	2016/17	2017/18	Current Year 2018/19				2019/20 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22
Cash and investments available											
Cash/cash equivalents at the year end	1	60,935	68,851	150,841	75,224	(9,894)	—	—	46,500	101,121	151,039
Other current investments > 90 days		(0)	(0)	—	(25,000)	(680,030)	—	—	400,067	371,875	325,934
Non current assets - Investments	1	—	—	—	—	—	—	—	—	—	—
Cash and investments available:		60,935	68,851	150,841	50,224	(689,924)	—	—	446,587	472,996	476,973
Application of cash and investments											
Unspent conditional transfers		—	—	55,738	—	—	—	—	288,186	296,900	296,554
Unspent borrowing		—	—	—	—	—	—	—	—	—	—
Statutory requirements	2	—	—	—	—	—	—	—	—	—	—
Other working capital requirements	3	69,179	55,163	82,494	30,828	(651,716)	—	—	70,835	74,803	80,464
Other provisions		—	—	—	—	—	—	—	—	—	—
Long term investments committed	4	—	—	—	—	—	—	—	—	—	—
Reserves to be backed by cash/investments	5	—	—	—	—	—	—	—	—	—	—
Total Application of cash and investments:		69,179	55,163	133,232	30,828	(651,716)	—	—	359,021	371,703	377,018
Surplus/(shortfall)		(8,243)	12,688	12,609	19,396	(38,208)	—	—	87,566	101,293	99,954

DC24 Umgonyazi - Table A9 Asset Management

Description R thousand	Ref	2015/16	2016/17	2017/18	Current Year 2018/19			2019/20 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22
CAPITAL EXPENDITURE										
Total New Assets	1	304,194	257,421	250,983	234,835	-	-	288,462	281,930	303,285
Roads Infrastructure		-	-	-	-	-	-	-	-	-
Storm water Infrastructure		-	-	-	-	-	-	-	-	-
Electrical Infrastructure		-	-	-	-	-	-	-	-	-
Water Supply Infrastructure		188,375	153,515	213,358	191,000	-	-	226,173	224,648	202,779
Sanitation Infrastructure		88,835	72,396	32,633	39,261	-	-	37,107	37,000	89,438
Solid Waste Infrastructure		-	-	-	-	-	-	-	-	-
Rail Infrastructure		-	-	-	-	-	-	-	-	-
Coastal Infrastructure		-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		25,717	14,478	-	-	-	-	-	-	-
Infrastructure		302,927	240,389	245,591	230,261	-	-	283,281	261,648	292,217
Community Facilities		-	-	-	-	-	-	4,581	10,000	-
Sport and Recreation Facilities		-	-	-	-	-	-	-	-	-
Community Assets		-	-	-	-	-	-	-	-	-
Heritage Assets		-	-	-	-	-	-	4,581	10,000	-
Revenue Generating		-	-	-	-	-	-	-	-	-
Non-revenue Generating		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Operational Buildings		515	2,380	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Other Assets		515	2,380	-	-	-	-	-	-	-
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-
Servitudes		-	-	-	-	-	-	-	-	-
Licences and Rights		-	-	-	-	-	-	-	-	-
Intangible Assets		15	188	-	-	-	-	-	-	-
Computer Equipment		15	188	-	-	-	-	-	-	-
Furniture and Office Equipment		-	-	-	200	-	-	4,500	4,820	5,181
Machinery and Equipment		737	718	797	1,374	-	-	3,800	3,858	4,160
Transport Assets		-	-	-	-	-	-	1,500	1,607	1,727
Land		-	13,748	4,195	3,000	-	-	11,000	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-
Total Renewal of Existing Assets	2	-	-	-	42,280	-	-	-	-	-
Roads Infrastructure		-	-	-	2,280	-	-	-	-	-
Storm water Infrastructure		-	-	-	-	-	-	-	-	-
Electrical Infrastructure		-	-	-	-	-	-	-	-	-
Water Supply Infrastructure		-	-	-	-	-	-	-	-	-
Sanitation Infrastructure		-	-	-	40,000	-	-	-	-	-
Solid Waste Infrastructure		-	-	-	-	-	-	-	-	-
Rail Infrastructure		-	-	-	-	-	-	-	-	-
Coastal Infrastructure		-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-
Infrastructure		-	-	-	42,280	-	-	-	-	-
Community Facilities		-	-	-	-	-	-	-	-	-
Sport and Recreation Facilities		-	-	-	-	-	-	-	-	-
Community Assets		-	-	-	-	-	-	-	-	-
Heritage Assets		-	-	-	-	-	-	-	-	-
Revenue Generating		-	-	-	-	-	-	-	-	-
Non-revenue Generating		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Operational Buildings		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Other Assets		-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-
Servitudes		-	-	-	-	-	-	-	-	-
Licences and Rights		-	-	-	-	-	-	-	-	-
Intangible Assets		-	-	-	-	-	-	-	-	-
Computer Equipment		-	-	-	-	-	-	-	-	-
Furniture and Office Equipment		-	-	-	-	-	-	-	-	-
Machinery and Equipment		-	-	-	-	-	-	-	-	-
Transport Assets		-	-	-	-	-	-	-	-	-
Land		-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-

Total Upgrading of Existing Assets	6	-	-	-	-	-	-	8,000	7,576	8,046
Roads Infrastructure	-	-	-	-	-	-	-	-	-	-
Storm water Infrastructure	-	-	-	-	-	-	-	-	-	-
Electrical Infrastructure	-	-	-	-	-	-	-	-	-	-
Water Supply Infrastructure	-	-	-	-	-	-	-	8,000	7,576	8,046
Sanitation Infrastructure	-	-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure	-	-	-	-	-	-	-	-	-	-
Rail Infrastructure	-	-	-	-	-	-	-	-	-	-
Coastal Infrastructure	-	-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure	-	-	-	-	-	-	-	-	-	-
Infrastructure	-	-	-	-	-	-	-	-	-	-
Community Facilities	-	-	-	-	-	-	-	8,000	7,576	8,046
Sport and Recreation Facilities	-	-	-	-	-	-	-	-	-	-
Community Assets	-	-	-	-	-	-	-	-	-	-
Heritage Assets	-	-	-	-	-	-	-	-	-	-
Revenue Generating	-	-	-	-	-	-	-	-	-	-
Non-revenue Generating	-	-	-	-	-	-	-	-	-	-
Investment properties	-	-	-	-	-	-	-	-	-	-
Operational Buildings	-	-	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-	-
Other Assets	-	-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets	-	-	-	-	-	-	-	-	-	-
Servitudes	-	-	-	-	-	-	-	-	-	-
Licences and Rights	-	-	-	-	-	-	-	-	-	-
Intangible Assets	-	-	-	-	-	-	-	-	-	-
Computer Equipment	-	-	-	-	-	-	-	-	-	-
Furniture and Office Equipment	-	-	-	-	-	-	-	-	-	-
Machinery and Equipment	-	-	-	-	-	-	-	-	-	-
Transport Assets	-	-	-	-	-	-	-	-	-	-
Land	-	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-	-
Total Capital Expenditure	4	304,194	257,421	250,983	277,115	-	-	286,462	289,506	311,331
Roads Infrastructure	-	-	-	-	2,260	-	-	-	-	-
Storm water Infrastructure	-	-	-	-	-	-	-	-	-	-
Electrical Infrastructure	-	-	-	-	-	-	-	-	-	-
Water Supply Infrastructure	-	-	-	-	-	-	-	-	-	-
Sanitation Infrastructure	188,375	163,515	213,358	231,000	-	-	-	234,173	232,224	210,825
Solid Waste Infrastructure	89,835	72,396	32,633	39,261	-	-	-	37,107	37,000	89,438
Rail Infrastructure	-	-	-	-	-	-	-	-	-	-
Coastal Infrastructure	-	-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure	-	-	-	-	-	-	-	-	-	-
Infrastructure	25,717	14,478	-	-	-	-	-	-	-	-
Community Facilities	302,927	240,389	243,997	272,541	-	-	-	271,281	269,224	300,263
Sport and Recreation Facilities	-	-	-	-	-	-	-	4,581	10,000	-
Community Assets	-	-	-	-	-	-	-	-	-	-
Heritage Assets	-	-	-	-	-	-	-	4,581	10,000	-
Revenue Generating	-	-	-	-	-	-	-	-	-	-
Non-revenue Generating	-	-	-	-	-	-	-	-	-	-
Investment properties	-	-	-	-	-	-	-	-	-	-
Operational Buildings	515	2,380	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-	-
Other Assets	515	2,380	-	-	-	-	-	-	-	-
Biological or Cultivated Assets	-	-	-	-	-	-	-	-	-	-
Servitudes	-	-	-	-	-	-	-	-	-	-
Licences and Rights	-	-	-	-	-	-	-	-	-	-
Intangible Assets	15	188	-	-	-	-	-	-	-	-
Computer Equipment	15	188	-	-	-	-	-	-	-	-
Furniture and Office Equipment	-	-	-	200	-	-	-	4,500	4,820	5,181
Machinery and Equipment	737	718	797	1,374	-	-	-	3,600	3,856	4,160
Transport Assets	-	-	-	-	-	-	-	1,500	1,607	1,727
Land	-	13,748	4,195	3,000	-	-	-	11,000	-	-
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-	-
TOTAL CAPITAL EXPENDITURE - Asset class	304,194	257,421	250,983	277,115	-	-	-	286,462	289,506	311,331

ASSET REGISTER SUMMARY - PPE (WDV)										
<i>Roads Infrastructure</i>	5	304,194	257,421	250,983	277,115	-	-	250,314	240,082	256,200
<i>Storm water Infrastructure</i>										
<i>Electrical Infrastructure</i>										
<i>Water Supply Infrastructure</i>		188,375	153,515	213,358	231,000			204,871	205,935	171,814
<i>Sanitation Infrastructure</i>		88,835	72,396	32,633	41,541			33,222	32,839	84,965
<i>Solid Waste Infrastructure</i>										
<i>Rail Infrastructure</i>										
<i>Coastal Infrastructure</i>										
<i>Information and Communication Infrastructure</i>		25,717	14,478	-						
<i>Infrastructure</i>		302,927	240,389	245,391	272,541	-	-	238,093	238,774	256,779
<i>Community Assets</i>										
<i>Heritage Assets</i>										
<i>Investment properties</i>		515	2,380	-						
<i>Other Assets</i>										
<i>Biological or Cultivated Assets</i>		15	188	-						
<i>Intangible Assets</i>										
<i>Computer Equipment</i>					200			2,900	3,106	3,354
<i>Furniture and Office Equipment</i>		737	716	797	1,374			8,153	(3,049)	(3,278)
<i>Machinery and Equipment</i>								1,168	1,251	1,345
<i>Transport Assets</i>		-	13,748	4,195	3,000					
<i>Land</i>										
<i>Zoo's, Marine and Non-biological Animals</i>										
TOTAL ASSET REGISTER SUMMARY - PPE (WDV)	5	304,194	257,421	250,983	277,115	-	-	250,314	240,082	256,200
EXPENDITURE OTHER ITEMS										
<i>Depreciation</i>		73,032	33,594	78,042	192,718	-	-	194,039	207,784	223,318
<i>Repairs and Maintenance by Asset Class</i>		63,043	24,315	67,074	41,374	-	-	44,148	47,282	50,828
	3	9,989	8,578	10,968	151,344	-	-	149,891	160,502	172,488
<i>Roads Infrastructure</i>		-	-	-	-	-	-	2,415	2,555	2,595
<i>Storm water Infrastructure</i>		-	-	-	-	-	-	-	-	-
<i>Electrical Infrastructure</i>		-	-	-	-	-	-	-	-	-
<i>Water Supply Infrastructure</i>		-	-	-	-	-	-	-	-	-
<i>Sanitation Infrastructure</i>		1,083	544	502	128,328	-	-	134,266	143,820	154,607
<i>Solid Waste Infrastructure</i>		5,076	4,239	3,151	5,000	-	-	3,029	3,244	3,487
<i>Rail Infrastructure</i>		-	-	-	-	-	-	-	-	-
<i>Coastal Infrastructure</i>		-	-	-	-	-	-	-	-	-
<i>Information and Communication Infrastructure</i>		-	-	-	-	-	-	-	-	-
<i>Infrastructure</i>		8,160	4,784	3,653	133,328	-	-	139,720	149,619	160,789
<i>Community Facilities</i>		-	-	13	-	-	-	-	-	-
<i>Sport and Recreation Facilities</i>		-	-	-	-	-	-	-	-	-
<i>Community Assets</i>		-	-	13	-	-	-	-	-	-
<i>Heritage Assets</i>		-	-	-	-	-	-	-	-	-
<i>Revenue Generating</i>		-	-	-	-	-	-	-	-	-
<i>Non-revenue Generating</i>		-	-	-	-	-	-	-	-	-
<i>Investment properties</i>		-	-	-	-	-	-	-	-	-
<i>Operational Buildings</i>		179	1,112	916	12,061	-	-	8,128	8,705	9,358
<i>Housing</i>		-	-	-	-	-	-	-	-	-
<i>Other Assets</i>		179	1,112	816	12,061	-	-	8,128	8,705	9,358
<i>Biological or Cultivated Assets</i>		-	-	-	-	-	-	-	-	-
<i>Servitudes</i>		-	-	-	-	-	-	-	-	-
<i>Licences and Rights</i>		624	940	-	-	-	-	1,500	1,607	1,727
<i>Intangible Assets</i>		624	940	-	-	-	-	1,500	1,607	1,727
<i>Computer Equipment</i>		-	-	4,224	4,915	-	-	-	-	-
<i>Furniture and Office Equipment</i>		79	171	155	40	-	-	-	-	-
<i>Machinery and Equipment</i>		-	-	-	-	-	-	-	-	-
<i>Transport Assets</i>		2,947	1,672	2,005	1,000	-	-	534	571	614
<i>Land</i>		-	-	-	-	-	-	-	-	-
<i>Zoo's, Marine and Non-biological Animals</i>		-	-	-	-	-	-	-	-	-
TOTAL EXPENDITURE OTHER ITEMS		73,032	33,594	78,042	192,718	-	-	194,039	207,784	223,318
<i>Renewal and upgrading of Existing Assets as % of total capex</i>	0.0%	0.0%	0.0%	15.3%	0.0%	0.0%	2.7%	2.6%	2.6%	
<i>Renewal and upgrading of Existing Assets as % of deprecn</i>	0.0%	0.0%	0.0%	102.2%	0.0%	0.0%	18.1%	16.0%	15.8%	
<i>R&M as a % of PPE</i>	17.9%	10.5%	13.0%	54.0%	0.0%	0.0%	59.9%	66.9%	66.8%	
<i>Renewal and upgrading and R&M as a % of PPE</i>	3.0%	3.0%	4.0%	70.0%	0.0%	0.0%	63.0%	70.0%	70.0%	

DC24 Umgonyathi - Table A10 Basic service delivery measurement

Description	Ref	2015/16	2016/17	2017/18	Current Year 2018/19			2019/20 Medium Term Revenue & Expenditure Framework		
		Outcome	Outcome	Outcomes	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2018/19	Budget Year +1 2019/20	Budget Year +2 2020/21
Household service targets	1									
Water:										
Piped water inside dwelling		15,698	15,898	16,690	21,000	21,000	21,000	22,050	23,163	23,153
Piped water inside yard (not in dwelling)		2,500	3,500	5,700	6,500	6,500	6,500	6,825	7,165	7,166
Using public tap (at least min.service level)	2	—	25,000	31,000	34,000	34,000	34,000	35,700	37,485	37,486
Other water supply (at least min.service level)	4	—	15,000	21,000	31,000	31,000	31,000	32,950	34,178	34,178
<i>Minimum Service Level and Above sub-total</i>					18,395	59,398	74,390	92,500	92,500	97,125
Using public tap (< min.service level)	3	—	—	—	—	—	—	—	—	—
Other water supply (< min.service level)	4	—	—	—	—	—	—	—	—	—
No water supply		2,500	28,442	23,442	15,942	15,942	15,942	14,867	13,493	13,493
<i>Below Minimum Service Level sub-total</i>					2,500	28,442	23,442	15,942	15,942	14,867
Total number of households	5	20,896	87,840	97,832	108,442	108,442	108,442	111,792	115,475	115,475
Sanitation/sewerage:										
Flush toilet (connected to sewerage)		12,500	13,100	12,500	17,500	17,500	17,500	18,375	19,294	19,294
Flush toilet (with septic tank)		—	300	300	330	330	330	330	330	330
Chemical toilet		—	—	—	—	—	—	—	—	—
Pit toilet (ventilated)		17,884	63,767	75,031	85,393	85,393	85,393	88,803	92,361	92,361
Other toilet provisions (> min.service level)		—	—	—	—	—	—	—	—	—
<i>Minimum Service Level and Above sub-total</i>					30,384	77,187	88,831	103,223	103,223	107,514
Bucket toilet		—	—	—	—	—	—	—	—	—
Other toilet provisions (< min.service level)		—	—	—	—	—	—	—	—	—
No toilet provisions		—	—	—	—	—	—	—	—	—
<i>Below Minimum Service Level sub-total</i>					—	—	—	—	—	—
Total number of households	5	30,384	77,187	88,831	103,223	103,223	103,223	107,514	111,985	111,985
Energy:										
Electricity (at least min.service level)		—	—	—	—	—	—	—	—	—
Electricity - prepaid (min.service level)		—	—	—	—	—	—	—	—	—
<i>Minimum Service Level and Above sub-total</i>					—	—	—	—	—	—
Electricity (< min.service level)		—	—	—	—	—	—	—	—	—
Electricity - prepaid (< min. service level)		—	—	—	—	—	—	—	—	—
Other energy sources		—	—	—	—	—	—	—	—	—
<i>Below Minimum Service Level sub-total</i>					—	—	—	—	—	—
Total number of households	5	—	—	—	—	—	—	—	—	—
Refuse:										
Removed at least once a week		—	—	—	—	—	—	—	—	—
<i>Minimum Service Level and Above sub-total</i>					—	—	—	—	—	—
Removed less frequently than once a week		—	—	—	—	—	—	—	—	—
Using communal refuse dump		—	—	—	—	—	—	—	—	—
Using own refuse dump		—	—	—	—	—	—	—	—	—
Other rubbish disposal		—	—	—	—	—	—	—	—	—
No rubbish disposal		—	—	—	—	—	—	—	—	—
<i>Below Minimum Service Level sub-total</i>					—	—	—	—	—	—
Total number of households	5	—	—	—	—	—	—	—	—	—
Households receiving Free Basic Service	7									
Water (5 kilolitres per household per month)		—	—	—	—	—	—	97,125	101,981	101,981
Sanitation (free minimum level service)		—	—	—	—	—	—	88,617	92,177	92,177
Electricity/other energy (50kwh per household per month)		—	—	—	—	—	—	—	—	—
Refuse (removed at least once a week)		—	—	—	—	—	—	—	—	—
Cost of Free Basic Services provided - Formal Settlements (R'000)	8									
Water (6 kilolitres per indigent household per month)		—	—	—	—	—	—	8,110	8,685	9,337
Sanitation (fee sanitation service to indigent households)		—	—	—	—	—	—	—	—	—
Electricity/other energy (50kwh per indigent household per month)		—	—	—	—	—	—	—	—	—
Refuse (removed once a week for indigent households)		—	—	—	—	—	—	—	—	—
Cost of Free Basic Services provided - Informal/Formal Settlements (R'000)								37,107	37,000	39,438
Total cost of FBS provided		—	—	—	—	—	—	45,217	45,685	49,775
Highest level of free service provided per household										
Property rates (R value threshold)		—	—	—	—	—	—	—	—	—
Water (kilolitres per household per month)		—	—	—	—	—	—	—	—	—
Sanitation (kilolitres per household per month)		—	—	—	—	—	—	—	—	—
Electricity (kwh per household per month)		—	—	—	—	—	—	—	—	—
Refuse (average litres per week)		—	—	—	—	—	—	—	—	—
Revenue cost of subsidised services provided (R'000)	9									
Property rates (tariff adjustment) (impermissible values per section 17 of MPRA)		—	—	—	—	—	—	—	—	—
Property rates exemptions, reductions and rebates and impermissible values in excess of section 17 of MPRA)		—	—	—	—	—	—	—	—	—
Water (in excess of 6 kilolitres per indigent household per month)		—	—	—	—	—	—	—	—	—
Sanitation (in excess of free sanitation service to indigent households)		—	—	—	—	—	—	—	—	—
Electricity/other energy (in excess of 50 kwh per indigent household per month)		—	—	—	—	—	—	—	—	—
Refuse (in excess of one removal a week for indigent households)		—	—	—	—	—	—	—	—	—
Municipal Housing - rental rebates		—	—	—	—	—	—	—	—	—
Housing - top structure subsidies		—	—	—	—	—	—	—	—	—
Other		—	—	—	—	—	—	—	—	—
Total revenue cost of subsidised services provided		—	—	—	—	—	—	—	—	—

3.5 Overview of annual budget process

- The Division of revenue act/bill was taken into consideration for the budget 2019/2020
- The Municipal internal departments have provided inputs to the budget 2019/2020
- The Municipal finance portfolio committee was presented with the budget for 2019/2020 for their inputs and comments as the budget steering committee
- The budget is to be presented to council
- The budget is to be taken to the public for public comments and consultations
- The budget is to be adopted by council after public comments and amendments

3.6 Overview of alignment of annual budget with Integrated Development Plan

- Budgeted projects were taken from the Integrated Development Plan

3.7 Overview of budget related policies

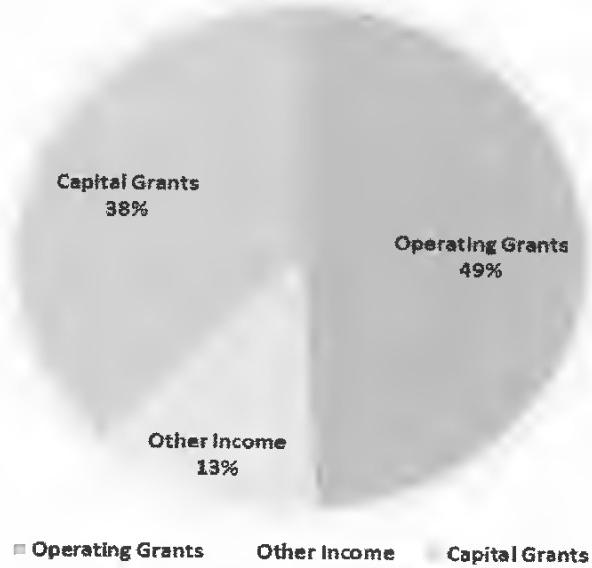
- Amendments were made to the following finance budget related policies:
 - Virement policy
 - Contract management policy
 - Supply chain management policy
 - Asset management policy
 - Indigent policy
- No amendments were made to the following finance budget related policies:
 - Budget policy
 - Credit control and debt collection policy
 - Banking and investment policy
 - Tariff policy
 - Petty cash and cash management policy

3.8 Legislative compliance status

- Municipal Finance Management Act section 16 (2) of the act.
- Municipal Budget and Reporting Regulations section 9.

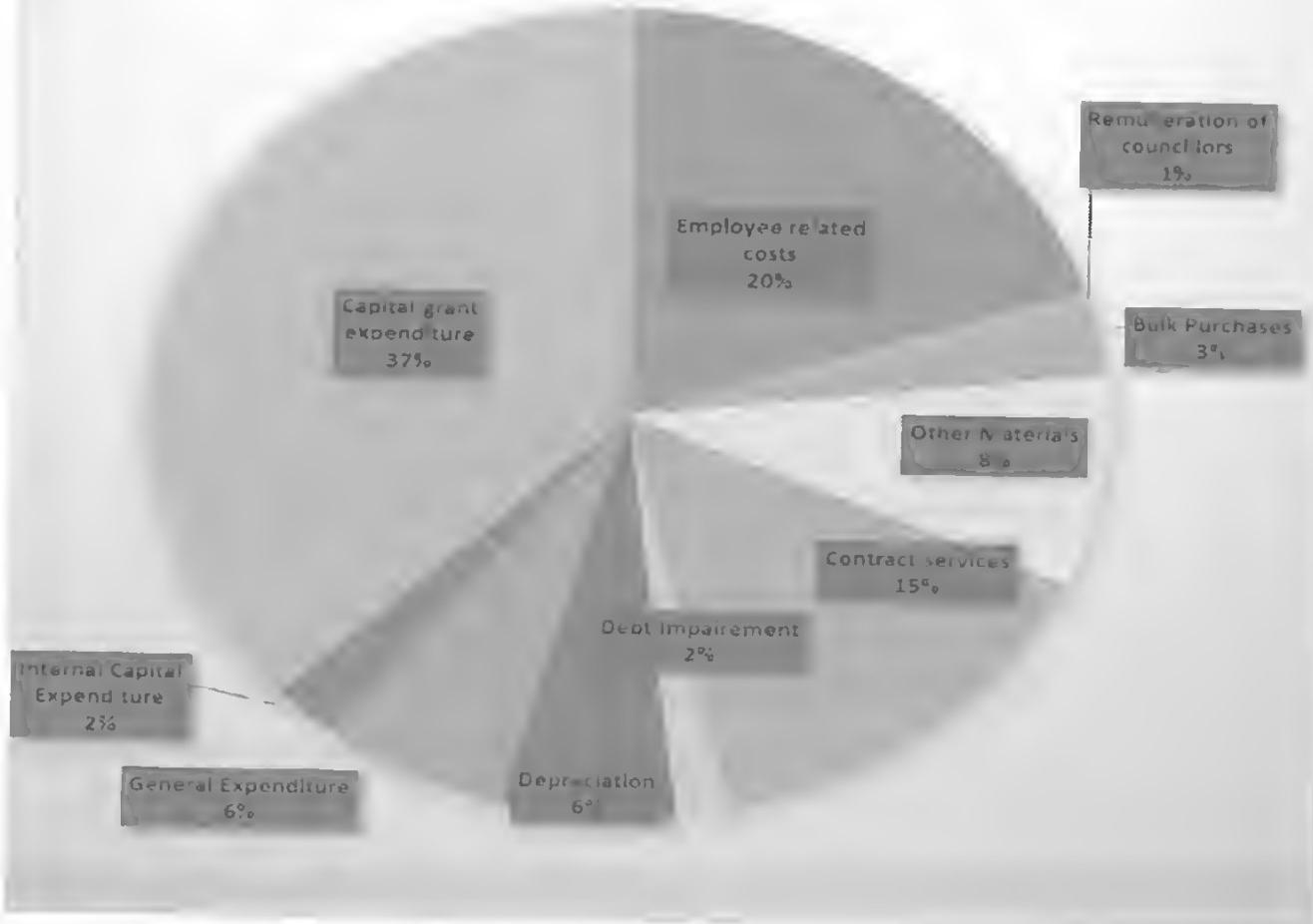
3.9 Annual Budget Charts

Proposed Budget Revenue 2019/2020

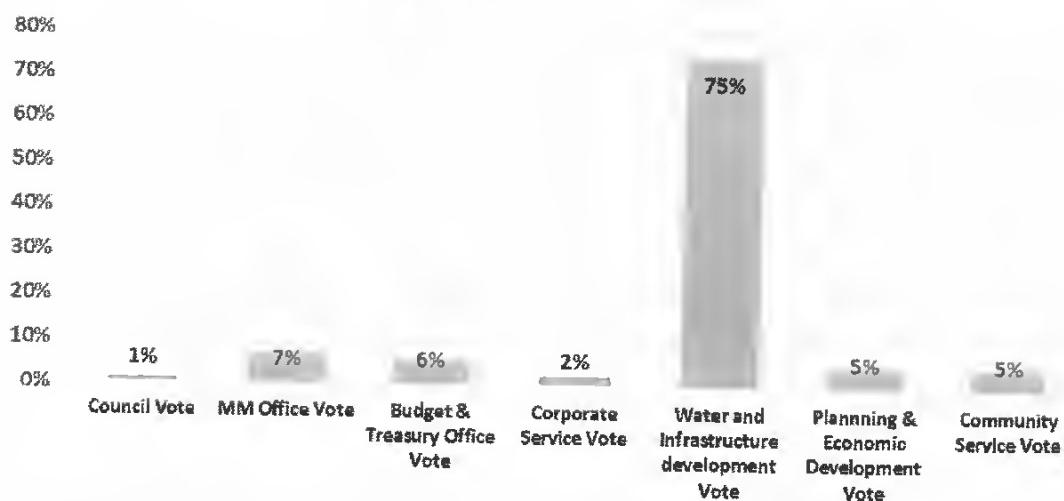


Misellaneous Revenue	Budget 2019/2020	Budget 2020/2021	Budget 2021/2022
Cost of free basic services	-8,109,639	-8,685,423	-9,336,830
Water sales: Conventional (Billing)	60,843,342	62,134,012	66,794,064
Interest from receivables: Water (Billing)	15,500,000	16,600,500	17,845,537
Sanitation Charges (Billing)	12,056,698	12,912,724	13,881,178
Water: Connection/Reconnection	170,059	182,133	195,793
Interest from Short Term Investments	17,000,000	18,207,000	19,572,525
Rental of premises	585,860	627,456	674,515
LGSETA Grant training	198,328	212,410	228,340
Publications: Tender Documents	22,101	23,671	25,446
Total	98,266,749	102,214,481	109,880,568

Budget Expenditure 2019/2020



Budget by Vote 2019/2020



3.10 Overview to budget funding

- The majority of the budget is funded through the Division of revenue bill of 2019.
- The assumption made on the billing of consumers has increased consumption as the municipality has planned to have more finished water schemes as well as tariff price increase with Real GDP and Growth CPI inflation.
- Interest on investment has been increased by anticipated grant receipts and Vat refunds invested.
- Increase in the rental of facilities as municipal owned premises is expected to be leased out for the whole of 2019/2020 financial year.
- Below are operating and capital transfer grants funding the budget.

DC24 Umtata - Supporting Table SA18 Transfers and grant receipts

Description R thousand	Ref	2015/16	2016/17	2017/18	Current Year 2018/19			2019/20 Medium Term Revenue & Expenditure Framework			
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22	
RECEIPTS:											
<i>Operating Transfers and Grants</i>											
National Government:	1, 2										
Local Government Equitable Share		249,274	268,173	296,850	331,486	—	—	359,887	385,396	419,791	
RSC Levy Replacement		240,000	263,532	22,435	325,057	—	—	353,478	383,896	418,027	
Finance Management		—	—	33,825	—	—	—	—	—	—	
Municipal Systems Improvement		1 250	1,250	1,250	1,320	—	—	1,785	1,500 ^F	1,784	
Water Services Operating Subsidy		940	1 041	1,637	—	—	—	—	—	—	
Local Government Equitable Share		3,650	—	—	—	—	—	—	—	—	
EPWP Incentive		—	—	235,259	—	—	—	—	—	—	
EPWP Incentive		3 434	2,350	2,444	5,109	—	—	4,624	—	—	
Provincial Government:		250	400	300	450	—	—	2,500	1,550	1,600	
Shared Services		250	400	300	450	—	—	500	550	600	
Spatial Development Framework Support		—	—	—	—	—	—	1,000	—	—	
Contracts and Address Database		—	—	—	—	—	—	1,000	1 000	1,000	
EPWP Incentive		—	—	—	—	—	—	—	—	—	
District Municipality:		—	—	—	—	—	—	—	—	—	
[Insert description]		—	—	—	—	—	—	—	—	—	
Other grant providers:		—	—	—	—	—	—	—	—	—	
[Insert description]		—	—	—	—	—	—	198	212	228	
LGSETA Grant		—	—	—	—	—	—	198	212	228	
Total Operating Transfers and Grants	5	249,524	268,573	297,150	331,936	—	—	362,585	387,158	421,619	
<i>Capital Transfers and Grants</i>											
National Government:		444,757	373,735	371,842	281,765	—	—	279,277	293,850	293,190	
Municipal Infrastructure Grant (MIG)		203,835	181,064	191,941	184,485	—	—	188,488	199,563	215,495	
Water Services Infrastructure Grant		78,250	84,111	78,693	55,000	—	—	68,374	78,235	75,000	
Regional Bulk Infrastructure		86,801	106,377	98,833	40,000	—	—	20,000	13,497	—	
Rural Transport Services and Infrastructure		2,124	2,183	2,275	2,280	—	—	2,415	2,555	2 695	
Rural Households Infrastructure		4 300	—	—	—	—	—	—	—	—	
Other capital transfers/grants [Insert desc]		69,447	—	—	—	—	—	—	—	—	
Provincial Government:		—	—	—	—	—	—	—	—	—	
Other capital transfers/grants [Insert description]		—	—	—	—	—	—	—	—	—	
District Municipality:		—	—	—	—	—	—	—	—	—	
[Insert description]		—	—	—	—	—	—	—	—	—	
Other grant providers:		—	—	—	—	—	—	—	—	—	
[Insert description]		—	—	—	—	—	—	—	—	—	
Total Capital Transfers and Grants	5	444,757	373,735	371,842	281,765	—	—	279,277	293,850	293,190	
TOTAL RECEIPTS OF TRANSFERS & GRANTS		694,281	842,308	668,992	613,701	—	—	641,862	681,008	714,809	

3.11 Expenditure on allocations and grant programmes

- Below are the allocations and grant programmes.

DC24 Umzinyathi - Supporting Table SA19 Expenditure on transfers and grant programme

Description R thousand	Ref	2015/16	2016/17	2017/18	Current Year 2018/19			2019/20 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2019/20	Budget Year #1 2020/21	Budget Year #2 2021/22
EXPENDITURE:										
<i>Operating expenditure of Transfers and Grants</i>	1									
National Government:										
Local Government Equitable Share	249,274	268,173	296,850	331,486	—	—	—	359,887	385,396	419,781
RSC Levy Replacement	240,000	263,532	22,435	325,057	—	—	—	353,478	383,896	418,027
Finance Management	—	—	33,825	—	—	—	—	—	—	—
Municipal Systems Improvement	1,250	1,250	1,250	1,320	—	—	—	1,785	1,500	1,764
Water Services Operating Subsidy	940	1,041	1,637	—	—	—	—	—	—	—
Local Government Equitable Share	3,850	—	—	—	—	—	—	—	—	—
EPWP Incentive	3,434	2,350	2,444	5,109	—	—	—	4,624	—	—
Provincial Government:										
Shared Services	250	400	300	450	—	—	—	2,500	1,550	1,500
Spatial Development Framework Support Contracts and Address Database	250	400	300	450	—	—	—	500	550	600
EPWP Incentive	—	—	—	—	—	—	—	1,000	—	—
District Municipality:										
[Insert description]	—	—	—	—	—	—	—	—	—	—
Other grant providers:										
[Insert description]	—	—	—	—	—	—	—	198	212	228
LGSETA Grant	—	—	—	—	—	—	—	198	212	228
Total operating expenditure of Transfers and Grants	249,524	268,573	297,150	331,936	—	—	—	362,585	387,158	421,619
Capital expenditure of Transfers and Grants										
National Government:										
Municipal Infrastructure Grant (MIG)	444,757	373,735	371,842	281,765	—	—	—	279,277	293,850	293,190
Water Services Infrastructure Grant	203,835	181,064	191,941	184,485	—	—	—	188,488	199,563	215,495
Regional Bulk Infrastructure	78,250	64,111	78,693	55,000	—	—	—	68,374	78,235	75,000
Rural Transport Services and Infrastructure	86,801	106,377	98,933	40,000	—	—	—	20,000	13,497	—
Rural Households Infrastructure	2,124	2,183	2,275	2,280	—	—	—	2,415	2,555	2,685
Other capital transfers/grants [Insert desc]	4,300	—	—	—	—	—	—	—	—	—
69,447	—	—	—	—	—	—	—	—	—	—
Provincial Government:										
Other capital transfers/grants [Insert description]	—	—	—	—	—	—	—	—	—	—
District Municipality:										
[Insert description]	—	—	—	—	—	—	—	—	—	—
Other grant providers:										
[Insert description]	—	—	—	—	—	—	—	—	—	—
Total capital expenditure of Transfers and Grants	444,757	373,735	371,842	281,765	—	—	—	279,277	293,850	293,190
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	694,281	642,308	668,992	613,701	—	—	—	641,862	681,008	714,809

3.12 Allocations or grants made by the municipality

- There are allocations made by the municipality to certain community members whom meet the criteria of the funds to be transferred by the municipality.

3.13 Councillors allowances and employee benefits

DC24 Umzinyathi - Supporting Table SA22 Summary councillor and staff benefits

Summary of Employee and Councillor remuneration R thousand	Ref	2015/16	2016/17	2017/18	Current Year 2018/19			2019/20 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22
		A	B	C	D	E	F	G	H	I
<u>Councillors /Political Office Bearers plus Other</u>	1									
Basic Salaries and Wages		3,642	3,733	4,188	3,513	3,640	-	3,876	4,152	4,464
Pension and UIF Contributions		147	190	219	223	262	-	280	299	322
Medical Aid Contributions		39	15	15	-	18	-	19	21	22
Motor Vehicle Allowance		106	-	-	604	632	-	-	-	-
Cellphone Allowance		15	230	308	513	618	-	658	705	772
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		297	307	-	-	-	-	674	721	820
Sub Total - Councillors		4,246	4,474	4,730	4,853	5,171	-	5,597	5,898	6,400
% Increase	4		5.4%	5.7%	2.6%	6.5%	(100.0%)	-	7.1%	8.5%
<u>Senior Managers of the Municipality</u>	2									
Basic Salaries and Wages		3,506	3,972	2,968	2,662	3,142	-	2,973	3,184	3,424
Pension and UIF Contributions		1,063	445	-	-	-	-	178	191	205
Medical Aid Contributions		-	-	139	139	-	-	134	143	154
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		-	146	-	-	-	-	-	-	-
Motor Vehicle Allowance	3	975	1,660	1,001	924	646	-	687	736	792
Cellphone Allowance	3	-	-	63	92	72	-	174	186	200
Housing Allowances	3	-	-	148	148	362	-	406	435	468
Other benefits and allowances	3	389	-	-	-	284	-	2	2	2
Payments in lieu of leave		-	-	-	-	-	-	33	35	38
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	6	-	-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Municipality		5,934	6,223	4,319	3,965	4,505	-	4,587	4,913	5,284
% Increase	4		4.9%	(30.6%)	(8.2%)	13.6%	(100.0%)	-	7.1%	7.5%
<u>Other Municipal Staff</u>										
Basic Salaries and Wages		63,656	87,845	89,025	124,414	93,266	-	101,788	108,945	116,830
Pension and UIF Contributions		7,674	10,165	921	1,186	18,503	-	18,730	20,060	21,567
Medical Aid Contributions		3,252	4,018	3,766	4,458	4,296	-	4,575	4,900	5,268
Overtime		8,971	4,198	5,388	4,237	5,098	-	5,430	5,815	6,245
Performance Bonus		-	244	-	584	-	-	-	-	-
Motor Vehicle Allowance	3	4,198	3,231	2,057	2,391	2,048	-	2,181	2,336	2,512
Cellphone Allowance	3	-	296	380	527	495	-	430	461	495
Housing Allowances	3	1,706	1,860	1,338	1,237	851	-	538	576	617
Other benefits and allowances	3	7,474	7,164	7,600	8,056	-	-	13,000	13,923	14,966
Payments in lieu of leave		3,084	997	-	-	(1,418)	-	1,724	1,847	1,985
Long service awards		-	-	-	334	314	-	367	393	423
Post-retirement benefit obligations	6	-	3,149	5,772	7,426	9,198	-	393	421	452
Sub Total - Other Municipal Staff		100,015	123,167	116,247	154,849	132,652	-	149,156	159,676	171,361
% Increase	4		23.1%	(5.6%)	33.2%	(14.3%)	(100.0%)	-	7.1%	7.3%
Total Parent Municipality		110,194	133,864	125,297	163,887	142,328	-	159,250	170,487	183,045
			21.5%	(6.4%)	33.6%	(13.0%)	(100.0%)	-	7.1%	7.4%

3.14 Measurable Monthly performance objectives and indicators for revenue, expenditure and cash flow

a) A consolidated projection of revenue by source and expenditure by type for the budget year broken down per month for the budget year

R thousand	Description	Ref	Budget Year 2019/20												Medium Term Revenue and Expenditure Framework			
			July	August	Sapt.	October	November	December	January	February	March	April	May	June	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22	
Revenue By Source																		
Services charges - water revenue	4,409	4,409	4,409	4,409	4,409	4,409	4,409	4,409	4,409	4,409	4,409	4,409	4,409	4,409	52,904	53,631	57,653	
Services charges - sanitation revenue	1,005	1,005	1,005	1,005	1,005	1,005	1,005	1,005	1,005	1,005	1,005	1,005	1,005	1,005	12,057	12,913	13,881	
Rental of facilities and equipment	49	49	49	49	49	49	49	49	49	49	49	49	49	49	49	586	627	675
Interest earned - external segments	1,417	1,417	1,417	1,417	1,417	1,417	1,417	1,417	1,417	1,417	1,417	1,417	1,417	1,417	17,000	18,207	19,573	
Interest earned - outstanding debtors	1,282	1,282	1,292	1,292	1,292	1,292	1,292	1,292	1,292	1,292	1,292	1,292	1,292	1,292	15,500	16,660	17,848	
Transfers and subsidies	30,215	30,215	30,215	30,215	30,215	30,215	30,215	30,215	30,215	30,215	30,215	30,215	30,215	30,215	362,585	387,158	421,616	
Other revenue	2	2	2	2	2	2	2	2	2	2	2	2	2	2	2	24	25	
Total Revenue (excluding capital transfers and contributions)	38,388	38,388	38,388	38,388	38,388	38,388	38,388	38,388	38,388	38,388	38,388	38,388	38,388	38,388	480,654	489,166	531,272	
Expenditure By Type																		
Employee related costs	12,812	12,812	12,812	12,812	12,812	12,812	12,812	12,812	12,812	12,812	12,812	12,812	12,812	12,812	153,743	164,589	176,644	
Remuneration of governors	459	459	459	459	459	459	459	459	459	459	459	459	459	459	459	5,898	6,400	6,406
Debt impairment	1,121	1,121	1,121	1,121	1,121	1,121	1,121	1,121	1,121	1,121	1,121	1,121	1,121	1,121	1,121	13,451	14,406	15,486
Depreciation & asset impairment	3,679	3,679	3,679	3,679	3,679	3,679	3,679	3,679	3,679	3,679	3,679	3,679	3,679	3,679	3,679	44,148	47,282	50,328
Bulk purchases	1,636	1,636	1,636	1,636	1,636	1,636	1,636	1,636	1,636	1,636	1,636	1,636	1,636	1,636	1,636	19,633	21,027	22,604
Other expenses	2,286	2,286	2,286	2,286	2,286	2,286	2,286	2,286	2,286	2,286	2,286	2,286	2,286	2,286	2,286	27,428	29,375	31,578
Contracted services	7,674	7,674	7,674	7,674	7,674	7,674	7,674	7,674	7,674	7,674	7,674	7,674	7,674	7,674	7,674	92,032	96,340	103,293
Transfers and subsidies	52	52	52	52	52	52	52	52	52	52	52	52	52	52	52	620	659	723
Other expenditure	8,246	8,246	8,246	8,246	8,246	8,246	8,246	8,246	8,246	8,246	8,246	8,246	8,246	8,246	8,246	98,946	100,540	106,071
Loss on disposal of PPE	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Total Expenditure	37,964	37,964	37,964	37,964	37,964	37,964	37,964	37,964	37,964	37,964	37,964	37,964	37,964	37,964	455,567	480,227	515,628	
Surplus/(Deficit)	424	424	424	424	424	424	424	424	424	424	424	424	424	424	424	5,067	8,934	15,643
Transfers and subsidies - capital (monetary allocations)	23,273	23,273	23,273	23,273	23,273	23,273	23,273	23,273	23,273	23,273	23,273	23,273	23,273	23,273	23,273	293,850	293,850	293,850
(National / Provincial and District)	1	23,697	23,697	23,697	23,697	23,697	23,697	23,697	23,697	23,697	23,697	23,697	23,697	23,697	23,697	284,364	302,784	308,833

b) A consolidated projection of revenue and expenditure by functional classification broken down per month for the budget year

R thousand	Description	Ref	Budget Year 2019/20										Medium Term Revenue and Expenditure Framework					
			July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22	
Revenue - Functional																		
30,977	Finance and administration		30,977	30,977	30,977	30,977	30,977	30,977	30,977	30,977	30,977	30,977	30,977	31,910	372,653	404,021		
29,602	Water management		29,602	29,602	29,602	29,602	29,602	29,602	29,602	29,602	29,602	29,602	29,602	29,602	355,221	366,077	370,767	
1,005	Waste water management		1,005	1,005	1,005	1,005	1,005	1,005	1,005	1,005	1,005	1,005	1,005	1,005	12,057	12,913	13,881	
61,583	Total Revenue - Functional		61,583	61,583	61,583	61,583	61,583	61,583	61,583	61,583	61,583	61,583	61,583	61,583	739,931	783,010	824,462	
Expenditure - Functional																		
1,870	Executive and council		1,870	1,870	1,870	1,870	1,870	1,870	1,870	1,870	1,870	1,870	1,870	1,870	22,441	22,441	22,441	
3,438	Finance and administration		3,438	3,438	3,438	3,438	3,438	3,438	3,438	3,438	3,438	3,438	3,438	3,438	41,256	41,185	41,185	
2,771	Community and social services		2,771	2,771	2,771	2,771	2,771	2,771	2,771	2,771	2,771	2,771	2,771	2,771	33,257	34,547	37,139	
841	Planning and development		841	841	841	841	841	841	841	841	841	841	841	841	841	10,036	10,771	11,527
18,755	Water management		18,755	18,755	18,755	18,755	18,755	18,755	18,755	18,755	18,755	18,755	18,755	18,755	225,061	235,804	253,930	
10,289	Waste water management		10,289	10,289	10,289	10,289	10,289	10,289	10,289	10,289	10,289	10,289	10,289	10,289	123,455	131,945	141,508	
31,964	Total Expenditure - Functional		31,964	31,964	31,964	31,964	31,964	31,964	31,964	31,964	31,964	31,964	31,964	31,964	455,567	486,227	515,628	
1	Surplus/(Deficit)		1	23,619	23,619	23,619	23,619	23,619	23,619	23,619	23,619	23,619	23,619	23,619	284,364	302,784	308,833	

c) A consolidated projection of capital expenditure by vote broken down per month for the budget year

Description R thousand	Budget Year 2019/20											Medium Term Revenue and Expenditure Framework		
	July	August	Sept.	October	Nov.	Dec.	January	Feb.	March	April	May	June	Budget Year 2019/20	+1 2020/21
Single year expenditure to be appropriated														
Vote 1 - Mayor and Council	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 2 - Corporate Services Admin	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vote 3 - Finance Admin	-	-	12,300	-	-	-	-	-	-	-	-	-	-	-
Vote 4 - Technical Services Admin	3,092	3,092	3,092	3,092	3,092	3,092	3,092	3,092	3,092	3,092	3,092	3,092	3,092	3,092
Vote 5 - Municipal Manager	-	2,900	-	-	-	-	-	-	-	-	-	-	37,107	37,090
Vote 6 - Planning and Social Devt Admin	-	-	-	-	-	750	-	-	-	-	-	-	2,900	3,065
Vote 7 - Community Services	-	-	-	-	-	-	-	-	-	-	-	-	750	803
Vote 8 - Bulk Water Services	19,646	19,646	19,646	19,646	19,646	19,646	19,646	19,646	19,646	19,646	19,646	19,646	22,636	24,354
Capital single year expenditure sub-total	22,739	25,339	39,689	22,739	23,489	22,739	22,739	22,739	22,739	22,739	22,739	22,739	238,755	242,224
Total Capital Expenditure	22,739	25,339	39,689	22,739	23,489	22,739	22,739	22,739	22,739	22,739	22,739	22,739	296,462	289,506
														311,331

d) A consolidated projection of capital expenditure by functional classification broken down per month for the budget year

Description R thousand	Budget Year 2019/20											Medium Term Revenue and Expenditure Framework			
	July	August	Sept.	October	Nov.	Dec.	January	Feb.	March	April	May	June	Budget Year 2019/20	+1 2020/21	Budget Year +2 2021/22
Capital Expenditure - Functional															
Executive and council	250	250	250	250	250	250	250	250	250	250	250	250	150	2,900	3,106
Finance and administration	1,025	1,025	1,025	1,025	1,025	1,025	1,025	1,025	1,025	1,025	1,025	1,025	1,025	12,300	1,392
Community and social services	388	388	388	388	388	388	388	388	388	388	388	388	388	4,350	4,900
Planning and development	63	63	63	63	63	63	63	63	63	63	63	63	63	750	803
Water management	19,646	19,646	19,646	19,646	19,646	19,646	19,646	19,646	19,646	19,646	19,646	19,646	22,446	238,755	242,224
Waste water management	3,092	3,092	3,092	3,092	3,092	3,092	3,092	3,092	3,092	3,092	3,092	3,092	3,092	37,107	37,000
Total Capital Expenditure - Functional	24,464	24,464	24,464	24,464	24,464	24,464	24,464	24,464	24,464	24,464	24,464	24,464	27,363	296,462	289,506
Funded by:														311,331	
National Government	22,822	22,822	22,822	22,822	22,822	22,822	22,822	22,822	22,822	22,822	22,822	22,822	21,822	279,224	300,263
Internally generated funds	2,900	16,350	-	-	-	-	-	-	-	-	-	-	3,750	23,000	10,282
Total Capital Funding	22,822	25,722	39,772	24,822	22,822	22,822	22,822	22,822	22,822	22,822	22,822	22,822	25,572	296,462	289,506
														311,331	

e) A consolidated projection of cash flow for the budget year setting out receipts by source and payments by type, both operating and capital, broken down per month for the budget year.

MONTHLY CASH FLOWS											Budget Year 2019/20				Medium Term Revenue and Expenditure Framework			
R thousand	July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22			
Cash Receipts By Source																		
Service charges - water revenue	4,409	4,409	4,409	4,409	4,409	4,409	4,409	4,409	4,409	4,409	4,409	4,409	4,409	4,409	52,880	56,319		
Service charges - sanitation revenue	1,005	1,005	1,005	1,005	1,005	1,005	1,005	1,005	1,005	1,005	1,005	1,005	1,005	1,005	12,057	16,575	17,818	
Rental of facilities and equipment	49	49	49	49	49	49	49	49	49	49	49	49	49	49	586	627	675	
Interest earned - external investments	1,282	1,282	1,282	1,282	1,282	1,282	1,292	1,292	1,292	1,292	1,292	1,292	1,292	1,292	15,500	16,581	17,824	
Interest earned - outstanding debtors	1,417	1,417	1,417	1,417	1,417	1,417	1,417	1,417	1,417	1,417	1,417	1,417	1,417	1,417	17,000	15,177	16,315	
Transfer receipts - operational	30,215	30,215	30,215	30,215	30,215	30,215	30,215	30,215	30,215	30,215	30,215	30,215	30,215	30,215	362,585	381,461	410,370	
Other revenue	2	2	2	2	2	2	2	2	2	2	2	2	2	2	22	24	25	
Cash Receipts by Source	38,388	38,388	38,388	38,388	38,388	38,388	38,388	38,388	38,388	38,388	38,388	38,388	38,388	38,388	460,554	482,834	519,047	
Other Cash Flows by Source																		
Transfer receipts - capital	23,273	23,273	23,273	23,273	23,273	23,273	23,273	23,273	23,273	23,273	23,273	23,273	23,273	23,273	279,277	293,850	293,190	
Total Cash Receipts by Source	61,661	61,661	61,661	61,661	61,661	61,661	61,661	61,661	61,661	61,661	61,661	61,661	61,661	61,661	73,931	77,684	812,237	
Cash Payments by Type																		
Employee related costs	12,812	12,812	12,812	12,812	12,812	12,812	12,812	12,812	12,812	12,812	12,812	12,812	12,812	12,812	153,743	157,797	169,632	
Remuneration of councillors	459	459	459	459	459	459	459	459	459	459	459	459	459	459	5,507	6,117	6,576	
Bulk purchases - Water & Sewer	1,636	1,636	1,636	1,636	1,636	1,636	1,636	1,636	1,636	1,636	1,636	1,636	1,636	1,636	19,633	21,027	22,604	
Other materials	2,286	2,286	2,286	2,286	2,286	2,286	2,286	2,286	2,286	2,286	2,286	2,286	2,286	2,286	27,428	28,278	26,099	
Contracted services	7,674	7,674	7,674	7,674	7,674	7,674	7,674	7,674	7,674	7,674	7,674	7,674	7,674	7,674	92,082	135,229	145,446	
Transfers and grants - other	52	52	52	52	52	52	52	52	52	52	52	52	52	52	620	—	—	
Other expenditure	8,163	8,163	8,163	8,163	8,163	8,163	8,163	8,163	8,163	8,163	8,163	8,163	8,163	8,163	97,956	85,823	92,259	
Cash Payments by Type	33,081	33,081	33,081	33,081	33,081	33,081	33,081	33,081	33,081	33,081	33,081	33,081	33,081	33,081	396,969	431,828	464,215	
Other Cash Flows/Payments by Type																		
Capital assets	23,354	23,364	23,364	23,364	23,363	23,363	23,364	23,364	23,364	23,364	23,364	23,364	23,364	23,364	296,462	290,236	298,104	
Total Cash Payments by Type	56,444	56,444	56,444	56,444	56,444	56,444	56,444	56,444	56,444	56,444	56,444	56,444	56,444	56,444	633,431	722,063	762,319	
NET INCREASE/(DECREASE) IN CASH HELD	5,217	5,217	5,217	5,217	5,217	5,217	5,217	5,217	5,217	5,217	5,217	5,217	5,217	5,217	(10,883)	46,500	54,621	
Cash/cash equivalents at the monthly year begin:	—	5,217	10,433	15,650	20,867	26,083	31,300	36,517	41,733	46,950	52,167	57,383	—	—	—	46,500	101,121	151,039
Cash/cash equivalents at the monthly year end:	5,217	10,433	15,650	20,867	26,083	31,300	36,517	41,733	46,950	52,167	57,383	—	—	—	46,500	101,121	151,039	

3.15 Capital expenditure details

Function	Project Description	Asset Class	Asset Sub-Class	GPS Coordinates	Expenditure Framework		
					Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22
Parent municipality:							
List all capital projects grouped by Function							
Municipal Infrastructure Grant (MIG)	Hazakazi water project	Water Supply Infrastructure	Reticulation		10,000	20,000	21,240
Municipal Infrastructure Grant (MIG)	Ntshini Regional Water	Water Supply Infrastructure	Reticulation		24,000	20,000	25,000
Municipal Infrastructure Grant (MIG)	Mthembu West - Tugela Ferry Water	Water Supply Infrastructure	Water purification	E:D30,M30,S00 & S D28,M45,S00	10,000	18,676	15,000
Municipal Infrastructure Grant (MIG)	Mbore Water	Water Supply Infrastructure	Transmission & Reticulation	S:D28,M33,S15,66 & E:D30,M14,S57,54	10,000	10,187	15,000
Municipal Infrastructure Grant (MIG)	Douglas Water	Water Supply Infrastructure	Reticulation		18,500	10,000	15,000
Municipal Infrastructure Grant (MIG)	Msinga bulk	Water Supply Infrastructure	Water purification		30,798	39,700	28,000
Municipal Infrastructure Grant (MIG)	Muden - Keates Drift	Water Supply Infrastructure	Reticulation	D30,M32,S54 & D28,M53,S16	32,000	27,000	30,000
Municipal Infrastructure Grant (MIG)	Nquthu Sanitation	Sanitation Infrastructure	Waste Management	S D28,M12,S50 & E D30,M41,S30	11,000	12,000	13,000
Municipal Infrastructure Grant (MIG)	Ophatsha - Water	Water Supply Infrastructure	Water purification		11,000	13,000	10,000
Municipal Infrastructure Grant (MIG)	Umvoti Sanitation area plan	Sanitation Infrastructure	Sewerage purification		11,607	12,000	13,000
Municipal Infrastructure Grant (MIG)	Mbono / Mkhuphula Sanitation	Sanitation Infrastructure	Unspecified		11,000	12,000	13,000
Regional Bulk Infrastructure Grant (RBIG)	Greytown bulk water supply	Water Supply Infrastructure	Unspecified		20,000	13,947	-
Rural Roads Asset Management Grant (RRAM)	RRAMS Project	Roads Infrastructure	Unspecified		2,415	2,555	2,695
Water Services Infrastructure Grant (WSIG)	Kwakoppi water supply	Water Supply Infrastructure	Unspecified		21,173	20,141	-
Water Services Infrastructure Grant (WSIG)	Biggarsberg Water Supply Scheme	Water Supply Infrastructure	Unspecified		19,000	40,997	43,539
Water Services Infrastructure Grant (WSIG)	Haledu water supply & Enduteni Sanitation	Sanitation Infrastructure	Unspecified		28,201	18,976	58,484
Parent Capital expenditure					279,696	282,179	302,958

CAPITAL BUDGET			
	BUDGET 2019/2020	BUDGET 2020/2021	BUDGET 2021/2022
MUNICIPAL INFRASTRUCTURE GRANT PROGRAMMES			
PMU Operational Costs	4,000,000	4,000,000	4,000,000
Umfazi Yathini Disaster Centre	4,881,381	10,000,000	-
Hlazakazi Water Scheme Phase 1 - Isandlwana	10,000,000	20,000,000	21,240,000
Mbono Water	10,000,000	10,187,000	15,000,000
Douglas Water	18,500,000	10,000,000	15,000,000
Msinga bulk	30,799,269	30,700,000	28,000,000
Muden - (Muden Regional)	32,000,000	27,000,000	30,000,000
Mthembu West - Extension	10,000,000	18,676,000	15,000,000
Ntinini Regional Water	24,000,000	20,000,000	25,000,000
Ophathe - Water	11,000,000	13,000,000	10,000,000
Eradication of Sanitation Backlogs in Mvoti LM	11,607,350	12,000,000	13,000,000
Mbono Mkhuphula Sanitation	11,000,000	12,000,000	13,000,000
Eradication of Sanitation Backlogs in Nquthu LM	11,000,000	12,000,000	13,000,000
TOTAL	188,488,000	199,563,000	202,240,000
WATER SERVICES INFRASTRUCTURE GRANT PROGRAMMES			
KwaKopi Water Supply Scheme	21,172,951	20,140,882	-
Makhabeleni Water Supply Scheme	14,000,000	31,997,227	33,981,055
Biggarsberg Water Supply Scheme	5,000,000	9,000,000	9,558,000
Endumeni Sanitation	3,500,000	1,000,000	50,438,118
Drought Relief Programme(Boreholes)	8,000,000	7,576,167	8,048,889
Othame Water Supply Scheme	16,701,049	-	-
Nseleni Water Supply Scheme	-	10,400,000	-
TOTAL	68,374,000	80,114,275	102,023,062
REGIONAL BULK INFRASTRUCTURE GRANT			
Umvoti Bulk	20,000,000	13,947,000	-
RURAL ROADS ASSET MANAGEMENT GRANT			
RRAMS	2,415,000	2,555,000	2,695,000
INTERNALY FUNDED CAPITAL PROGRAMMES			
Emsinga Drought relief (Boreholes)	3,000,000	-	-
Office equipment	2,250,000	-	-
Fire plant and equipment	1,500,000	-	-
Motor vehicles	11,000,000	-	-
Security access system	3,000,000	-	-
TOTAL	20,750,000	-	-
GRAND TOTAL	300,027,001	296,179,275	306,958,062

3.16 Overview of budget assumptions

- The combination of Zero, Project and Incremental based budgeting was used to arrive at the estimated or projected figures.
- The budget has been prepared on a revenue and expenditure financial performance basis and as well as on an asset or liability financial position basis.

Segment Description	Council Budget					
	Budget 2019	2020	Budget 2020	2021	Budget 2021	2022
Accommodation Dep Mayor's office	150,000	160,650	172,699			
Accommodation Speaker's office	115,000	123,165	132,402			
Council Accommodation 1501310	300,000	321,300	345,398			
Entertainment Dep Mayor's office	15,000	16,065	17,270			
Entertainment speaker's office	16,000	17,136	18,421			
Executive Committee - travel allowance	275,682	295,255	317,399			
Office of the Mayor - Travelling allowance	230,314	246,666	265,166			
Cellphone Councillors	434,520	465,371	500,274			
Office of the Mayor & Council- Cellphone	94,572	101,287	108,883			
Office of the Mayor: Accomodation	270,000	289,170	310,858			
Office of the Mayor: Air Transport	50,000	53,550	57,566			
Office of the Mayor: Audit Committee	550,000	589,050	633,229			
Office of the Mayor: Car Rental	15,000	16,065	17,270			
Office of the Mayor: Catering	60,000	64,260	69,080			
Office of the Mayor: Cellphone Allowance	81,792	87,599	94,169			
Office of the Mayor: Conference & Seminars	63,951	68,492	73,629			
Office of the Mayor: Councillors Allowances	2,175,344	2,329,793	2,504,528			
Office of the Mayor: Entertainment	15,000	16,065	17,270			
Executive Committee Allowance	569,510	609,945	655,691			
Office of the Mayor: Fuel and Oil	550,000	589,050	633,229			
Office of the Mayor: Local Authority Allowances	135,698	145,333	156,233			
Machinery & Equipment Depreciation	27,469	29,419	31,625			
Office of the Mayor: Medical Aid Contribution	19,461	20,843	22,406			
Office of the Mayor: Pension Fund Contribution	279,502	299,346	321,797			
Office of the Mayor: Skills Development Levy	54,181	58,028	62,380			
Office of the Mayor: Speaker's Allowance	502,931	538,639	579,037			
Office of the Mayor: Subsistance Allowance	40,300	43,161	46,398			
Office of the Mayor: Travelling Allowance	1,500,000	1,606,500	1,726,988			
Office of the Moyer: Mayor's Allowance	628,665	673,300	723,798			
Section 79- Renumeration / seating allowances	60,000	64,260	69,080			
Speakers - Travel allowance	167,644	179,546	193,012			
Speakers- Cellphone allowance	47,286	50,643	54,442			
Speaker's office: Air transport	15,000	20,000	25,000			
Speaker's office: Car hire	5,000	10,000	15,000			
Speakers Office: 3G	10,000	15,000	20,000			
Speakers Office: Public Assistance	70,000	80,000	90,000			
Total Council Budget	9,594,820	10,293,952	11,081,624			

Segment Description	Corporate Services Budget				
	Budget 2019	2020	Budget 2020	2021	Budget 2021
					2022
Corporate Services furniture and office equipment	1,000,000		1,071,000		1,151,325
Catering Services	200,000		214,200		230,265
Recruitment of Staff/ Meals	5,000		5,355		5,757
CS IT support 1522570	1,500,000		1,606,500		1,726,988
CS Human Resource Development 1521550	1,000,000		1,071,000		1,151,325
CS Occupational Health and safety 1521420	400,000		428,400		460,530
CS Cleaning services 1521650	100,000		107,100		115,133
CS Recruitment of staff 1521410	100,000		107,100		115,133
CS: Job evaluation 152/2270	50,000		53,550		57,566
CS: Bereavement 152/1640	250,000		267,750		287,831
CS Security 1521010	2,500,000		2,677,500		2,878,313
CS Depreciation 1521810	2,901,216		3,107,203		3,340,243
CS Leave gratuity	214,012		229,207		246,397
CS Admin Cellphone Allowance 15218000	107,352		114,974		123,597
CS Admin Housing Allowance 15211058	87,496		93,709		100,737
Rental Subsidy	32,376		34,675		37,275
Acting allowance	137,493		147,255		158,299
Corporate Long service award	40,055		42,899		46,117
CS Admin Overtime 15211056	139,509		149,414		160,620
Corporate standby allowance	99,315		106,367		114,344
CS Admin Travelling allowance 15211057	356,452		381,760		410,392
CS Admin Salaries 15211000	18,872,040		20,211,954		21,727,851
CS Admin Bonus 15211055	1,229,945		1,317,271		1,416,067
CS Admin Bargain council 15217000	7,424		7,951		8,548
CS Admin Medical aid contribution 15213000	979,356		1,048,890		1,127,557
CS Admin Pension fund contribution 15212000	2,107,671		2,257,316		2,426,614
CS Admin: UIF 15215000	124,033		132,839		142,802
CS Admin HOD - Cellphone Allowance (152/018000)	19,170		20,531		22,071
CS Admin HOO - Housing Allowance (152/011058)	121,346		129,962		139,709
CS Admin HOD - Travelling Allowance (152/011057)	129,059		138,222		148,589
CS HOO salary	557,374		596,948		641,719
CS Admin HOD - Bargaining Council (152/017000)	52		56		60
CS Medical HOD	25,549		27,363		29,416
CS HOO Pension	54,341		58,199		62,564
CS HOO UIF	5,574		5,970		6,418
CS Cleaning materials 1520600	100,000		107,100		115,133
CS Fuel and oil 1521590	2,000,000		2,142,000		2,302,650
CS Printing and stationery 152080	400,000		428,400		460,530
CS Inventory loose tools 1520890	5,000		5,355		5,757
CS Rental office machines 1520610	500,000		535,500		575,663
CS Rental office 1521460	200,000		214,200		230,265
CS Lease of vehicles 1521650	200,000		214,200		230,265
CS Advertisement 15233000	350,000		374,850		402,964
Employee Bursaries	300,000		321,300		345,398
CS Postage 1520830	500,000		535,500		575,663
CS Telephone 1520840	1,100,000		1,178,100		1,266,458
CS LICENCE FEES 1521360	200,000		214,200		230,265
CS Computer program 1521560	80,000		85,680		92,106
CS Insurance 1521000	2,000,000		2,142,000		2,302,650
CS Electricity 1520960	3,000,000		3,213,000		3,453,975
CS rates and taxes 1520970	1,000,000		1,071,000		1,151,325
CS Membership fees 1521340	1,500,000		1,606,500		1,726,988
CS Admin Skills Development Levy (152/156000)	250,000		267,750		287,831
CS Accommodation 1521310	100,000		107,100		115,133
CS Daily allowance 1521350	10,000		10,710		11,513
Travel Allowance	200,000		214,200		230,265
Non-Employee Bursaries	100,000		107,100		115,133
Total Corporate Services Budget	49,548,212		53,066,135		57,046,095



Segment Description	Budget & Treasury Office Budget					
	Budget 2019	2020	Budget 2020	2021	Budget 2021	2022
Finance Furniture and office equipment 1554010	300,000		321,300		345,398	
Asset Verification & Updating (155/129000)	2,000,000		2,142,000		2,302,650	
Finance Debt collectors 1552300	500,000		535,500		575,663	
Training cost (MFMP)	150,000		160,650		172,699	
Finance Depreciation (intangible)	119,550		128,038		137,641	
BTO - Leave Provision (155/455500)	1,160,880		1,243,302		1,336,550	
BTO - Leave gratuity	392,719		420,602		452,147	
BTO - Post Retirement Benefit (155/018500)	4,376,364		4,687,086		5,038,617	
Finance CFO Cellphone Allowance 15518000	19,170		20,531		22,071	
Finance BTO Cellphone Allowance 15518000	138,024		147,824		158,910	
Finance CFO Housing 15511058	31,950		34,218		36,785	
Finance BTO Housing 15511058	24,744		26,501		28,489	
BTO- Housing allowances	16,152		17,299		18,596	
Finance - Acting allowance	426,000		456,246		490,464	
Finance BTO Overtime 15511056	231,135		247,545		266,111	
Finance Travel allowance 15511057	639,000		684,369		735,697	
Finance BTO Salaries 15511000	15,975,000		17,109,225		18,392,417	
Finance Salaries 15511000	795,240		851,702		915,579	
BTO Interns Stipend	600,000		642,600		690,795	
Finance BTO Bonus 15511055	1,144,834		1,226,117		1,318,076	
Finance CFO Bargain Council 15517000	52		56		60	
Finance BTO Bargain council 15517000	2,764		2,960		3,182	
Finance BTO Medical 15513000	1,060,034		1,135,296		1,220,444	
Finance BTO Pension 15512000	3,438,588		3682727.603		3,958,932	
Finance CFO Pension 15512000	77,536		83,041		89,269	
Finance BTO UIF 15515000	215,013		230,279		247,550	
CFO's Housing benefits	64,602		69,189		74,378	
CFO's Travel & Motor vehicle allowance	203,777		218,245		234,614	
CFO's Medical benefit	50,509		54,095		58,152	
CFO's UIF benefit	7,952		8,517		9,156	
Finance Advertisement 1550330	22,471		24,066		25,871	
Finance Bank charges 085000	30,000		32,130		34,540	
Finance Easypay and postoffice 1550870	107,460		115,090		123,722	
Finance AUDIT FEES EXTERNAL 1550310	3,644,363		3,903,113		4,195,847	
Finance Licence 1550360	87,337		93,538		100,553	
Finance mSCOA support 1552570	485,000		519,435		558,393	
IT Support (155/257000)	2,759,946		2,955,902		3,177,595	
Finance membership 1551340	10,000		10,710		11,513	
Finance CFO Skills Development Levy 155156000	11,490		12,305		13,228	
BTO- Skill development levy	203,543		217,995		234,344	
Finance Accommodation 1551310	337,286		361,234		388,326	
BTO- Daily allowance	16,035		17,173		18,461	
Finance Daily allowance 1551340	819		878		943	
Finance Travel with own transport	6,443		6,900		7,417	
BTO- Travel reimbursement	156,901		168,041		180,644	
MFMP Trainings and other official training costs	700,000		749,700		805,928	
Total BTO Budget	42,740,683		45,775,271		49,208,416	



Municipal Manger's Office Budget

Segment Description	Budget 2019	2020	Budget 2020	2021	Budget 2021	2022
MM Legal costs	4,312,435		4,618,618		4,965,014	
Internal audit outsoured	611,738		655,171		704,309	
MM Depreciation (PPE)	149,428		160,037		172,040	
Leave gratuity - MM's office	33,222		35,580		38,249	
MM Cellphone Allowance 15918000	17,892		19,162		20,600	
MM Travel allowance 15911057	245,543		262,976		282,699	
MM salaries 15911000	4,531,589		4,853,332		5,217,332	
MM Bonus 15911055	330,502		353,968		380,515	
MM Bargain council 15917000	1,127		1,207		1,298	
MM Medical 15913000	68,089		72,924		78,393	
MM Pension 15912000	215,734		231,052		248,380	
Office of the MM: UIF 15915000	20,590		22,051		23,705	
MM's Cellphone & telephone allowance	19,170		20,531		22,071	
MM's Housing benefits allowance	132,183		141,568		152,186	
MM's Motor allowance	276,503		296,135		318,345	
MM's Basic salary	697,326		746,836		802,849	
MM's UIF benefit	1,901		2,036		2,188	
MM Marketing and Promotions	2,000,000		2,142,000		2,302,650	
Marketing and Promotions: Laundry	1,601		1,714		1,843	
MM Conference & Seminars (159/133000)	14,246		15,257		16,401	
MM Skills Development Levy 159156000	61,198		65,543		70,459	
MM Accommodation 1591310	500,000		535,500		575,663	
MM Daily allowance 1591350	33,584		35,968		38,666	
Air Transport	30,543		32,711		35,165	
MM travel with own transport 1591350	14,759		15,807		16,992	
MM Membership- Internal Auditors (159/13400)	5,500		5,891		6,332	
Trainigs/Seminars/Workshops (IA unit)	52,000		55,692		59,869	
Independent External Assessor for Internal Au	65,000		69,615		74,836	
Security Equipment	300,000		321,300		345,398	
Building Security system	3,000,000		3,213,000		3,453,975	
Total MM's Office Budget	17,743,402		15,468,883		16,629,049	



Segment Description	Planning and Economic Development Budget					
	Budget 2019/2020	Budget 2020/2021	Budget 2021/2022	Budget 2020/2021	Budget 2021/2022	Budget 2021/2022
GIS Server hardware & consumable equipment	500,000	535,500	575,663			
Planning IDP Sector Plans 1602260	533,500	571,379	614,232			
LED Projects: Technical Support	1,200,000	-	-			
GIS (WSDP)	1,000,000	1,071,000	1,151,325			
LED Projects: Mechanism (agri-parks)	1,200,000	1,285,200	1,381,590			
GIS strategy and policy review	157,383	168,557	181,198			
Planning: Depreciation (160/081000)	101,996	109,237	117,430			
LED Project : Maintenance (Tractors)	500,000	535,500	575,663			
LED Projects: Stipend for Tractor Drivers	500,000	535,500	575,663			
Planning Cellphone Allowance 160018000	66,456	71,174	76,512			
Planning Housing allowance 160011058	178,792	191,486	205,848			
Planning Travelling Allowance 160011057	283,077	303,175	325,914			
Planning Salaries 16011000	5,964,000	6,387,444	6,866,502			
Planning Bonus	583,426	624,849	671,713			
Planning -Bargaining council	1,477	1,582	1,701			
Planning Medical Aid 160013000	352,128	377,130	405,414			
Planning Pension 160012000	923,500	989,069	1,063,249			
Planning UIF 160015000	81,018	86,770	93,278			
PLANNING HOD CELLPHONE ALLOWANCE	19,170	20,531	22,071			
PLANNING HOD HOUSING ALLOWANCE	67,739	72,548	77,990			
PLANNING HOD TRAVELLING ALLOWANCE	78,127	83,674	89,949			
Planning HOD Salary	923,219	988,767	1,062,925			
PLANNING HOD BARGAINING COUNCIL	111	119	128			
Planning HOD Medical	57,520	61,604	66,224			
Planning HOD UIF	1,901	2,036	2,188			
LED Project Materials and Supplies	600,000	642,600	690,795			
LED Projects Fencing Materials	1,200,000	1,285,200	1,381,590			
Planning and Economic Dev Advertisement	142,918	153,065	164,545			
Tourism & Marketing Development	3,000,000	3,213,000	3,453,975			
Planning IDP planning and revision 1590290	1,000,000	1,071,000	1,151,325			
GIS Licences	600,000	642,600	690,795			
GIS website maintenance (Data Capturing)	2,000,000	2,142,000	2,302,650			
GIS Signage	400,000	428,400	460,530			
Planning- Shared Services	500,000	535,500	575,663			
Planning: Membership Fees (160/134000)	2,918	3,125	3,360			
Planning: Conference & Seminars (160/133000)	1,280	1,371	1,474			
Planning Skills Development Levy 160156000	92,759	99,345	106,796			
Planning: Small Enterprise Dev. (160/021000)	1,000,000	1,071,000	1,151,325			
Planning Development Agency 1602310	1,800,000	1,927,800	2,072,385			
Planning: Accomodation (160/131000)	103,973	111,355	119,706			
Planning: Subsistance (160/135000)	3,109	3,330	3,580			
Planning: S&T (160/135000)	150,373	161,050	173,129			
Purchasing of Fire Equipment	1,500,000	1,606,500	1,726,988			
Disaster : Office equipment	200,000	214,200	230,265			
Disaster : Training	200,000	214,200	230,265			
Disaster Relief : Grocery for Disaster Incidents	100,000	107,100	115,133			
Disaster Relief:Purchasing of Relief material	1,000,000	1,071,000	1,151,325			
FIRE SERVICE : Promotional Materials	300,000	321,300	345,398			
Disaster software license	800,000	856,800	921,060			
Accommodation for conference, workshop, training(Disasi	70,000	74,970	80,593			
Air transport (Disaster)	20,000	21,420	23,027			
Hiring of transport (Disaster)	10,000	10,710	11,513			
Fire Service : Training	800,000	856,800	921,060			
Fire Service : Transportation	50,000	53,550	57,566			
Disaster Management: Protective Clothing (180/181000)	400,000	428,400	460,530			
Water quality sampling & testing	300,000	321,300	345,398			
Food quality control sampling & testing	450,000	481,950	518,096			
Communicable Diseases-Awarenesses	250,000	267,750	287,831			
Waste Management -Awarenesses	150,000	160,650	172,699			
Environmental & Disposal Pollution-Awarenesses	80,000	85,680	92,106			
Protective Clothing -exchumation processes	80,000	85,680	92,106			
EHP's uniform-inspection processes	50,000	53,550	57,566			
EHP membership fees	26,000	27,846	29,934			
Spatial Development Framework Support Management Co	1,000,000	-	-			
Contracts and Address Database Management costs	1,000,000	1,000,000	1,000,000			
Total Planning Budget	36,707,870	35,886,929	38,578,449			



Community Services Budget

Segment Description	Budget 2019	2020	Budget 2020	2021	Budget 2021	2022
Accommodation HIV/AIDS Programme's	10,202		10,926		11,746	
Catering public participation meetings	128,712		137,851		148,190	
Catering rural horse riding programme	97,975		104,932		112,801	
Catering elderly and widows programme	121,010		129,602		139,322	
Catering sukhuma sakhe programmes	6,342		6,792		7,302	
Community services advertisement 180033000	5,740		6,147		6,609	
Community services: accomodation (180/1310000	38,445		41,174		44,262	
Community services: depreciation (180/081000)	106,770		114,351		122,927	
Community services: medical services (180/130000)	704,126		754,119		810,678	
Community services: OSS (180/162000)	19,066		20,420		21,951	
Community services: pension fund (180/120000)	1,713,880		1,835,565		1,973,232	
Community sukhuma sakhe 1801620	25,411		27,215		29,257	
Community travel with own transport 1801350	193,698		207,451		223,009	
Community women and gender 1801240	424,834		454,997		489,122	
Community youth sports development	231,510		247,947		266,543	
Daily allowance	7,999		8,567		9,209	
DISSA : Accommodation	150,000		160,650		172,699	
DISSA : Catering	85,000		91,035		97,863	
DISSA : Hiring equipment	15,000		16,065		17,270	
DISSA : Promotional material	130,000		139,230		149,672	
DISSA : Transport	65,000		69,615		74,836	
DISSA : Wheel chairs	60,000		64,260		69,080	
District cultural events: Accommodation	200,000		214,200		230,265	
District Cultural Events: Catering	120,000		128,520		138,159	
District Cultural Events: Hiring equipments	50,000		53,550		57,566	
District Cultural Events: Promotional materials	100,000		107,100		115,133	
District Cultural Events: Sound system	12,300		13,173		14,161	
District Cultural Events: Transport	350,000		374,850		402,964	
Elderly and widows : Accommodation	250,000		267,750		287,831	
Elderly and widows : Hiring equipment	45,000		48,195		51,810	
Elderly and widows : Promotional material	320,000		342,720		368,424	
Elderly and widows : Transport	200,000		214,200		230,265	
Elderly and widows: Medication	1,500		1,607		1,727	
Hiring of equipment rural horse riding programmes	300,000		321,300		345,398	
HIV & AIDS : Hiring equipment	260,000		278,460		299,345	
HIV & AIDS Programme : Catering	155,000		166,005		178,455	
HIV & AIDS Programmes : Promotional Material	150,000		160,650		172,699	
HIV & AIDS PROGRAMMES : Sound System	80,000		85,680		92,106	
Indigenous Games: Medical Services	2,500		2,678		2,878	
Indiginous Games : Accomodation	75,000		80,325		86,349	
Indiginous Games : Hiring of Equipment	15,000		16,065		17,270	
Indiginous Games : Promotional material	175,000		187,425		201,482	
Indiginous Games : Sport Equipment	15,000		16,065		17,270	
Indiginous Games : Transport	50,000		53,550		57,566	
Indiginous games : Catering	27,000		28,917		31,086	
Long service award	180,000		192,780		207,239	

Community Services Budget - continued

Segment Description	Budget	2019	2020	Budget	2020	2021	Budget	2021	2022
Mayoral Imbizo : Accommodation		405,000		433,755		466,287			
Mayoral Imbizo : Artists entertainment		375,000		401,625		431,747			
Mayoral Imbizo : Catering		525,000		562,275		604,446			
Mayoral Imbizo : Hiring equipment		695,000		744,345		800,171			
Mayoral Imbizo : Medical service		195,000		208,845		224,508			
Mayoral Imbizo : Sound system		275,000		294,525		316,614			
Mayoral Imbizo : Transportation		455,000		487,305		523,853			
Mayoral Imbizo : Promotional material		575,000		615,825		662,012			
Operation Sukuma Sakhe : Catering		25,000		26,775		28,783			
Operation Sukuma Sakhe : Hiring equipment		15,000		16,065		17,270			
Pauper Burials		210,000		224,910		241,778			
Promotional material cost (horse riding programme)		85,000		91,035		97,863			
Public Consultation : Accomodation		30,000		32,130		34,540			
Public Consultation : Hiring equipment		30,000		32,130		34,540			
Public Consultation : Promotional materials		200,000		214,200		230,265			
Public Consultation : Stationery		10,000		10,710		11,513			
Public consultation : Training costs		300,000		321,300		345,398			
Public transportation for horse riding programme		28,000		29,988		32,237			
Rental Subsidy		74,124		79,387		85,341			
Special Programmes bargain council 18017000		3,101		3,321		3,571			
Special Programmes bonus 18011055		876,427		938,653		1,009,052			
Special Programmes cellphone allowance 18018000		98,406		105,393		113,297			
Special Programmes housing 18011058		54,466		58,334		62,709			
Special Programmes salaries 18011000	10,851,848		11,622,329		12,494,003				
Special Programmes skills development levy 180156000		134,917		144,496		155,333			
Special Programmes travel allowance 18011057		306,720		328,497		353,134			
Special Programmes UIF 18015000		55,119		59,032		63,459			
Standby allowance		251,254		269,093		289,274			
Transportation HIV/AIDS Programme's		260,000		278,460		299,345			
Women and gender : Transport		502,857		538,560		578,952			
Women and gender : Accommodation		282,857		302,940		325,660			
Women and gender : Catering		297,857		319,005		342,930			
Women and gender : Hiring equipment		392,857		420,750		452,306			
Women and gender : Promotional materials		592,857		634,950		682,571			
Women and gender : Sound system		177,857		190,485		204,771			
Youth and gender: Accomodation		60,000		64,260		69,080			
Youth and gender: Bursaries		450,000		481,950		518,096			
Youth and gender: Catering		150,000		160,650		172,699			
Youth and gender: Hiring equipment		225,000		240,975		259,048			
Youth and gender: Promotional material		260,000		278,460		299,345			
Youth and gender: Sound system		35,000		37,485		40,296			
Youth and gender: Transport		125,000		133,875		143,916			
Youth sport development: Sport kits		150,000		160,650		172,699			
Youth sport development :Awards		154,000		164,934		177,304			
Youth sport development : Laundry		10,500		11,246		12,089			
Youth sport development : Medical services		250,000		267,750		287,831			
Youth sport development :Accommodation	2,500,000		2,677,500		2,878,313				
Youth sport development :Sound system		25,000		26,775		28,783			
Youth sport development: Catering		750,000		803,250		863,494			
Youth sport development: Hiring equipment		128,000		137,088		147,370			
Youth sport development: Media		15,000		16,065		17,270			
Youth sport development: Promotional materials		1,000,000		1,071,000		1,151,325			
Youth sport development: Transport		550,000		589,050		633,229			
Total Community Budget	33,958,043		36,369,064		39,096,744				



Water Trading Services and Infrastructure Development Budget

Segment Description	Budget 2019/2020	Budget 2020/2021	Budget 2021/2022
TS Depreciation	51,490	55,146	59,282
Sanitation Depreciation (Pump stations)	461,410	494,170	531,233
Sanitation Depreciation (Reticulation)	1,717,962	1,839,937	1,977,932
WSP Depreciation (Bulk Mains)	195,753	209,651	225,375
WSP Depreciation (Dams)	3,951,009	4,231,531	4,548,896
WSP Depreciation (Distribution)	26,416,723	28,292,310	30,414,234
WSP Depreciation (Pump Stations)	587,133	628,819	675,981
WSP Depreciation (Reservoirs)	4,448,439	4,764,278	5,121,599
WSP Depreciation (Water Treatment)	2,911,282	3,117,983	3,351,831
WSA- Leave gratuity	45,505	48,736	52,391
LEAVE GRATUITY WATER TREATMENT TECH 157	303,969	325,551	349,967
TS WSA Cellphone allowance 15718000	56,552	60,567	65,109
TS PMU Cellphone Allowance 15718000	42,600	45,625	49,046
TS Project Management Unit Housing 15711058	19,971	21,389	22,993
TS Water Services Authority Housing allowance 15711051	160,534	171,932	184,827
Technical services- PMU rental subsidy	7,668	8,212	8,828
Safety & affirmative allowances	25,200	26,989	29,014
Acting allowance	1,297,983	1,390,140	1,494,400
WSA- long service award	107,291	114,909	123,527
Water treatment- technical pmu Long services	39,981	42,820	46,031
Overtime (201/ 011056)	5,041,282	5,399,213	5,804,154
Shift allowances	17,840	19,107	20,540
Standby allowance	2,262,176	2,422,791	2,604,500
TS Water Services Authority Travel allowance 15711057	350,454	375,336	403,486
TS Project Management Unit Salaries 15711000	5,656,520	6,058,133	6,512,493
TS Water Services Authority Salaries 15711000	35,536,591	38,059,689	40,914,165
TS Project Management Unit Bonus 15711055	775,617	830,686	892,987
TS Water Services Authority Bonus 15711055	2,521,376	2,700,393	2,902,923
T5 PMU Bargain council 15717000	1,643	1,759	1,891
TS WSA Bargain council 15717000	22,243	23,822	25,609
TS Water Services Authority Medical 15713000	1,015,718	1,087,834	1,169,421
TS Project Management Unit Medical aid 15713000	395,643	423,734	455,514
TS Water Service Authority Pension 15712000	5,422,633	5,807,640	6,243,213
TS Project Management Unit Pension 15712000	531,660	569,408	612,113
TS WSA UIF 15715000	373,925	400,473	430,509
TS PMU UIF 15715000	28,826	30,873	33,189
Fuel & oil	1,649,519	1,766,635	1,899,132
EPWP Expenditure account	4,624,000	-	-
WSA Skill development levy	507,201	543,212	583,953
TS Skill development levy	645	691	743
Technical services- PMU SDL	72,241	77,370	83,173
Accommodation	84,597	90,604	97,399
Technical services PMU - Daily allowance	4,359	4,669	5,019
WSA Daily allowance 2011350	2,935	3,144	3,379
Technical Services- PMU Travel reimbursement	35,660	38,192	41,056
WSA travel with own transport 2011350	263,197	281,885	303,026
WSA Provision for debt impairment	13,450,786	14,405,791	15,486,226
Total Technical Budget	123,497,742	127,313,777	136,862,311

Water Trading Services and Infrastructure Development Budget - continued

Segment Description	Budget 2019	2020	Budget 2020	2021	Budget 2021	2022
Bulk purchases	19,632,800		21,026,729		22,603,733	
Lab fees	691,416		740,507		796,045	
Electrician costs/ fees	11,677,715		12,506,833		13,444,845	
Vehicle repairs (R &M)	533,500		571,379		614,232	
Occupational Health Cost	320,100		342,827		368,539	
Labour Costs	10,670,000		11,427,570		12,284,638	
Mechanical specialist	5,457,882		5,845,391		6,283,796	
Repairs plan (building and other assets)	8,127,854		8,704,932		9,357,802	
Security Costs	8,169,452		8,749,483		9,405,694	
Sanitation Desludging	3,028,658		3,243,693		3,486,970	
Water tanker hire	18,734,322		20,064,458		21,569,293	
Chemicals	5,346,112		5,725,686		6,155,113	
Fuel and oil (Generators) & Servicing costs	3,500,000		3,748,500		4,029,638	
Electricity cost on schemes	38,412,000		41,139,252		44,224,696	
Vehicle fuel & oil	1,707,435		1,828,663		1,965,813	
Fittings & Materials costs	8,000,000		8,568,000		9,210,600	
New Vehicle Purchases	11,000,000		11,781,000		12,664,575	
Protective Clothing	1,966,908		2,106,559		2,264,551	
Emsinga Drought relief (Boreholes)	3,000,000		-		-	
Total Water Service (O & M) Budget	159,976,155		168,121,462		180,730,572	

3.17 Other supporting documents

TARIFFS FOR THE NEW YEAR

Service / Category	2019/2020	2020/2021
1 WATER SUPPLY		
a Residential		
Okl-6kl	5.4%	5.5%
7kl-20kl	7.97	8.41
21kl-40kl	8.13	8.58
> 41 KL +	10.30	10.86
Okl-6kl LIFE LINE - CREDIT	12.34	13.02
	0.00	0.00
b Registered Indigent NEW	5.4%	5.5%
Okl-6kl	11.30	11.30
7kl-20kl	12.68	12.68
21kl-40kl	16.06	16.06
> 41 KL +	20.99	20.99
Okl-6kl LIFE LINE - CREDIT		
c Business	5.4%	5.5%
per KL	19.34	20.40
d Industrial		
per KL	19.34	20.40
e Raw water	5.4%	5.5%
per KL	3.50	3.69
f Delivery of Water by Municipal Tankers	5.4%	5.5%
g (Business/Government Institution)	2895.31	3054.56
2 Sanitation		
a All customers not registered as indigent per KL	5.4%	5.5%
	3.31	3.49
b Registered Indigent Customers per KL		
3 Vacuum tank removals		
a Per Load	5.4%	5.5%
	724.45	764.29
4 Availability charge		
Vacant land that could reasonably connect to the water reticulation	5.4%	5.5%
	116.59	123.01
5 Testing of meters		
	5.4%	5.5%
	941.83	993.63
6 Deposit (Security)		
Average two months consumption with minimum of	0.00	0.00
7 Reconnection Fee - Applications		
	5.4%	5.5%
	507.91	535.85
Reconnection Fee - Non-Payment		
	5.4%	5.5%
	669.52	706.35
8 Restriction Fee due to non payment (Domestic & Businesses)		
	5.4%	5.5%
	669.52	706.35
9 Rates clearance certificate		
	5.4%	5.5%
	351.18	370.49
10 Penalty charge for dishonoured items		
	5.4%	5.5%
	487.60	514.41

11	Final Demand Notice (Per Notice)	5.4%	5.5%
		62.69	66.14
12	Interest on overdue accounts	Prime Interest Rate as at 1 July 2019 + 2	Prime Interest Rate as at 1 July 2019 + 2
		5.4%	5.5%
13	Incorrect Payments Made in Error will be charged a fee on request for a refund of the incorrect payment	10% of the amount to be refunded up to a maximum of R386.40	10% of the amount to be refunded up to a maximum of R407.65
14	Illegal Connection and Meter Tampering (Installation and Restrictor)	5.4%	5.5%
		5073.19	5352.22

New Connection Fees

Water Connection Fees	2019/2020	2020/2021
20mm - Rural	Cost + 10%	Cost + 10%
20mm - Urban	Cost + 10%	Cost + 10%
25mm	Cost + 10%	Cost + 10%
40mm	Cost + 10%	Cost + 10%
50mm	Cost + 10%	Cost + 10%
80mm	Cost + 10%	Cost + 10%
100mm	Cost + 10%	Cost + 10%
NOTE:		
For fire connections the following size is applicable		
1 to 2 Hose Reels = 25 mm		
3 to 5 Hose Reels = 40 mm		
Sewer Connection Fees		
110 mm	Cost + 10%	Cost + 10%
160 mm	Cost + 10%	Cost + 10%

3.18 Recommendations

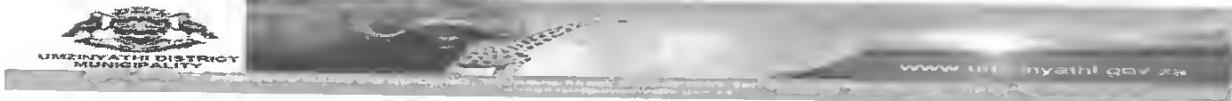
- That Provincial Treasury comments on the Draft/Tabled budget have been noted and incorporated onto the 2019/20 to 2021/22 MTREF Budget.
- That the Council approves 2019/20 to 2021/22 MTREF budget for approval.
- That the copies of the adopted budget be submitted to National Treasury, Provincial Treasury and COGTA as per the requirements of the MFMA.

SUBMITTED BY



NT MKHWANAZI

CHIEF FINANCIAL OFFICER



3.19 Municipal manager's quality certification

Quality Certificate

I Mr. LH Mthembu, Acting Municipal Manager of UMzinyathi District Municipality (DC24), hereby certify that the budget and supporting documentation have been prepared in accordance with the Municipal Finance Management Act and the regulations made under that Act, and that the budget and supporting documentation are consistent with the Integrated Development Plan of the municipality.

Print Name: Lethuxolo Hope Mthembu

Municipal manager of: UMzinyathi District Municipality DC24

Signature:

Date: